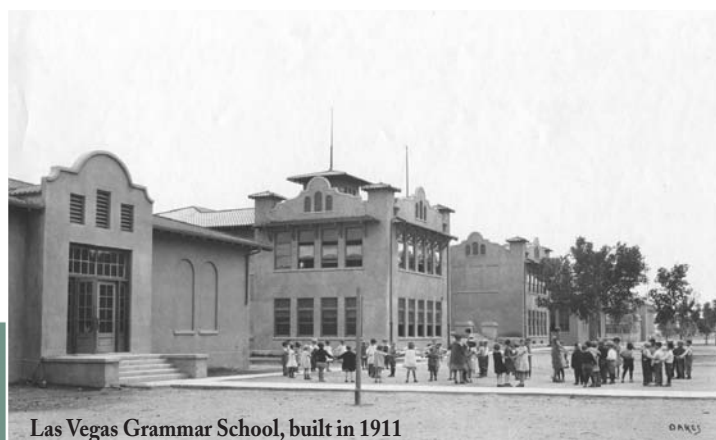


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SCHOOL DISTRICT
CLARK COUNTY, NEVADA

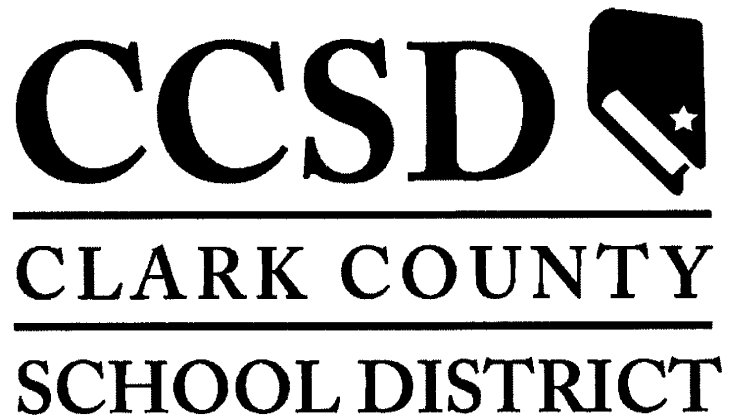


COMPREHENSIVE ANNUAL
FINANCIAL
REPORT



FISCAL YEAR ENDED
JUNE 30, 2006

**CLARK COUNTY SCHOOL DISTRICT
CLARK COUNTY, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2006**



Report Prepared By:
Business and Finance Services Division, Accounting Department
Clark County School District
5100 W. Sahara Avenue
Las Vegas, NV 89146

Under the direction of:
James McIntosh

CLARK COUNTY SCHOOL DISTRICT BOARD OF SCHOOL TRUSTEES



Mrs. Sheila Moulton
Vice President
Term Expires Jan 2007
District G



Mrs. Ruth Johnson
President
Term Expires Jan 2008
District B



Mrs. Susan Brager
Clerk
Term Expires Jan 2007
District F



Mr. Larry P. Mason
Member
Term Expires Jan 2007
District D



Mrs. Mary Beth Scow
Member
Term Expires Jan 2008
District A



Mrs. Shirley Barber
Member
Term Expires Jan 2008
District C



Mrs. Terri Janison
Member
Term Expires Dec 2006
District E

CLARK COUNTY SCHOOL DISTRICT
CLARK COUNTY, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2006

DISTRICT OFFICIALS

BOARD OF TRUSTEES

President

Ruth Johnson

Vice President

Sheila Moulton

Clerk

Susan Brager-Wellman

Members

Shirley Barber

Terri Janison

Larry Mason

Mary Beth Scow

ADMINISTRATIVE OFFICIALS

Superintendent of Schools/Chief Financial Officer

Dr. Walt Rulffes

Deputy Superintendents

Charlene Green

Lauren Kohut-Rost

Department

Student Support Services

Instruction

Associate Superintendents

George Ann Rice

Paul Gerner

Edward Goldman

Karlene McCormick-Lee

Human Resources

Facilities

Education Services

Superintendent's Schools

Assistant Superintendents

Philip Brody

Martha Tittle

Keith Bradford

Technology

Curriculum & Professional Development

Finance

Region Superintendents

Carla Steinforth

Marsha Irvin

Robert Alfaro

Jolene Wallace

Andre Denson

Northwest

Northeast

East

Southwest

Southeast

CLARK COUNTY SCHOOL DISTRICT
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INTRODUCTORY SECTION

COMPREHENSIVE
ANNUAL
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BOARD OF SCHOOL TRUSTEES

Mrs. Ruth Johnson, President
Mrs. Sheila Moulton, Vice President
Mrs. Susan Brager, Clerk
Mr. Larry P. Mason, Member
Mrs. Mary Beth Scow, Member
Mrs. Shirley Barber, Member
Mrs. Terri Janison, Member

Dr. Walt Rulffes, Superintendent

October 5, 2006

To the Members of the Clark County School District Board of School Trustees and residents of Clark County, Nevada:

The Comprehensive Annual Financial Report ("CAFR") of the Clark County School District ("District"), Clark County, Nevada, for the fiscal year ended June 30, 2006, is submitted herewith in accordance with state statute. Nevada Revised Statute 354.624 requires school districts to present to their respective boards within four months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles ("GAAP") and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of the Clark County School District. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the District. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP.

The accounting firm of Kafoury, Armstrong & Co., CPA's, a firm of licensed certified public accountants, was selected to perform the fiscal year 2006 audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the federal Single Audit Act of 1996 and related OMB Circular A-133. Kafoury, Armstrong & Co. concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's financial statements for the fiscal year ended June 30, 2006, are fairly presented in conformity with GAAP. The auditor's report on the basic financial statements is included as the first component of the financial section of this report. The auditor's report on the internal accounting controls of the District and statement regarding the District's use of monies in compliance with the purpose of each fund are included in the *Compliance and Controls Section* and will be filed as a public record pursuant to NRS 354.624.

GAAP also require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis ("MD&A"). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District's MD&A can be found on page 3 immediately following the *Independent Auditor's Report*.

The CAFR is presented in four sections:

Introductory Section (unaudited) - includes this letter of transmittal, the District's organizational chart, and the GFOA Certificate of Achievement for fiscal year 2005.

Financial Section - includes the Independent Auditor's Report, Management's Discussion and Analysis, the basic financial statements and related footnotes, combining and individual statements for major and nonmajor funds and other schedules that provide detailed information relative to the basic financial statements.

Statistical Section (unaudited) - includes selected financial and demographic information, generally presented on a multi-year basis.

Compliance and Controls Section - includes the annual single audit report by the independent auditor on the District's compliance with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Also included in this section is the auditor's report on the internal control structure and compliance with applicable laws and regulations.

PROFILE OF THE CLARK COUNTY SCHOOL DISTRICT

History, Geography and Population

In 1956, Nevada's various school districts were consolidated under terms of state legislation creating countywide school districts. As such, all public educational services provided by the District are restricted to the boundaries of Clark County. Clark County covers 7,910 square miles, includes a countywide population in 2005 of approximately 1.82 million people, and is located in the southern-most part of the state. The largest cities within the county, and thus served by the District, include Las Vegas, Henderson and North Las Vegas. Other cities and rural areas served are located as far north as Indian Springs and Mesquite and as far south as Laughlin and Searchlight. Although the District serves the geographic area of Clark County, it is formally a political subdivision of the State of Nevada, which determines the majority of its funding. In addition to state authorized revenues, the District receives funding from federal and local sources and must comply with the concomitant requirements of these funding entities.

Structure of the District

The District is governed by an elected, seven-member Board of School Trustees ("Board"). The Board members represent specific geographic areas and are elected by the public for four-year overlapping terms and have the authority to adopt and administer budgets as well as establish District policy. The Board employs a superintendent to serve as an administrator for the day-to-day operations of the District.

Internally, the District is aligned into five separate K-12 geographic regions. This allows for site-based decision making to address unique school and community issues and to foster a more service-oriented philosophy. A region superintendent is responsible for each region, with five centers established on school campuses within each region. The centers provide access for parents to communicate with region administration.

In addition to the established geographic regions, in 2006 the District introduced a new region called the Superintendent's Schools. This special region is comprised of approximately 32 schools from existing regions with focused attention on various learning models. This new region will provide relief for the five geographic regions which have experienced tremendous growth.

Reporting directly to the superintendent are two deputy superintendents and the chief financial officer. The deputy superintendent of instruction is responsible for all instructional areas, including the five region superintendents. The deputy superintendent of student support services is responsible for providing services under Special Education, English Language Learners (ELL), Gifted and Talented Education (GATE) Program, Grants Development and Administration (GDA), and Title I. The chief financial officer is responsible for oversight of the Business and Finance Services Division as well as other operational support services of the District. This plan improves communication and community access to District staff and allows for greater student achievement accountability.

As of June 30, 2006, the District was operating 193 elementary schools, 54 middle/junior high schools, 39 high schools, 28 alternative schools and 8 special schools with a student body of 291,510. The District is also the largest non-federal, single-entity public employer in Nevada, employing approximately 35,000 Clark County residents.

District Services

By state mandate, the District is responsible for providing public education in Clark County, Nevada from kindergarten through twelfth grade. The District offers a variety of educational resources from regular to vocational programs in order to meet the needs of the children and adults of Clark County.

Kindergarten

Nevada state law requires that children must attend a state-approved kindergarten program or take a developmental assessment test in order to enter the first grade. Currently, the District offers a half-day kindergarten program for all students and a full-day program at selected schools for students with special needs as well as a tuition based program at selected schools. The tuition based full-day program expanded from 12 schools with 397 students in 2005 to 23 schools with 909 students this year.

Magnet / Vocational Schools

The District offers 17 magnet schools and programs and 2 vocational schools with programs for students at any grade level who are seeking a more focused area of study than the general curriculum offers. Students may apply for entrance into one of these programs based on their own interests and abilities. The District offers program emphasis in such areas as science, mathematics, performing arts, technology, aerospace and medical professions.

Special Education

Special services are provided for students with disabilities. Trained District employees work with families to offer educational services, along with preparing them for life after school. Both direct and support services are offered for students from ages 3 to 21.

Alternative Education Programs

The District provides alternative education programs designed to provide students who are credit deficient and/or require a non-traditional approach to education an opportunity to complete their course requirements. Programs also are designed to provide an alternative setting for students experiencing chronic behavioral problems. Juvenile Court School programs are offered for students who are no longer eligible for enrollment in comprehensive schools as well as the adjudicated youth of Clark County.

Federal Programs

The District works closely with the state and federal government to take advantage of grants offered to help meet the supplemental needs of its students. With the help of these grants, the District is able to offer programs such as Indian Education, Safe and Drug-Free Schools, Adult Education and Math and Science Enhancement. The District also offers a food service program subsidized by the federal government to help guarantee a nutritious meal at a nominal price for its students.

Edison Schools

For the past five fiscal years, the District has partnered with Edison Schools, the nation's largest private manager of public schools, to provide educational services to certain District schools. Edison currently manages six elementary schools belonging to the District. Edison offers its own special curriculum and education services in an attempt to increase test scores at these participating schools.

Distance Education

The District has opened a distance education program which contains a new online virtual high school that offers full-time and part-time online credit-eligible high school courses. Online capacity will enable educational opportunities for students in areas of regular education, special needs, English Language Learner, and credit retrieval programs.

Vegas PBS (Formerly the KLVX Communications Group)

The District is licensee for this local Public Broadcasting System affiliate that also provides services for school, collegiate and professional education. KLVX, Channel 10 uses its satellite uplink to service a statewide downlink network with over 135 sites at educational institutions. The division also operates two educational channels for a local consortium, and twenty closed-circuit TV channels serving schools in Clark and Nye Counties. In addition, a video lending library and a fiber optic video-on-demand service with over 20,000 titles are available to public and private schools.

Charter Schools

Charter Schools within Clark County operate as independent public schools to provide unique education opportunities under the sponsorship of the District. These schools have fewer state regulations imposed on them than public schools, which allows them to offer an alternative educational environment. To operate in Clark County, charter schools must meet mandated sponsorship requirements and are monitored by the Nevada Department of Education and the District. The District currently sponsors four charter schools: Agassi College Preparatory Academy, Explore Knowledge Academy, Keystone Academy Community and Odyssey Charter School. In the fall of 2006 two more charter schools are scheduled to open: Innovations International, and "100" Academy of Excellence.

Component Unit – Vegas PBS (Formerly the KLVX Communications Group)

The CAFR includes all of the funds of the primary government unit, the District, as well as its component unit, Vegas PBS ("KLVX"). KLVX is the local public telecommunications entity and is licensed to the Board of the Clark County School District. In addition to instructional services, it operates viewer-supported Public Television KLVX-TV Channel 10 and KLVX-DT digital Channel 11. A network of 29 translators extends Channel 10 programming services to viewers in four states. KLVX is a legally separate entity for which the District's Board serves as the governing body and for which the District is financially accountable. Accordingly, the District's financial statements include Vegas PBS (formerly the KLVX Communications Group) as a blended component unit. Blended component units, although legally separate entities, are in substance part of the primary government unit's operations and are included as part of the primary government unit.

Budgetary Process and Control

The appropriated budget of the District is prepared by fund, program (i.e., regular, special, etc.), function (i.e., instruction, transportation, etc.), and object (i.e., salaries, benefits, etc.) State statute allows transfers among programs or functions within a fund as long as there is no resulting increase in total appropriations and they are made with appropriate administrative approval along with Board advisement.

Expenditures within governmental funds that exceed budgeted appropriations at the function level are in violation of state statute. Within proprietary funds, expenditures should not exceed budgeted operating and non-operating appropriations. Budget-to-actual comparisons are provided in this report for each individual fund.

FACTORS AFFECTING ECONOMIC CONDITION

Local Economic Outlook

During fiscal year 2006, Clark County had continued economic growth in most areas. Although gaming and tourism still represent the major industries in the region, construction, manufacturing and other service industries continue to transform and diversify the local economy. Clark County continued to attract a large number of new businesses and expanded existing ones due to its dedication to diversification in the business sector, continued employment growth, and a favorable tax base. Nevada does not impose corporate or personal income tax, nor inventory, special intangible, inheritance, estate or gift taxes.

Gaming and Tourism

Tourism and gaming continue to drive Las Vegas and Clark County's overall economy. Both visitor volume and gross gaming revenues grew at a steady pace, with Las Vegas welcoming over 38.5 million visitors in 2005. This represents a 3.2% increase over visitor volume in 2004, resulting in an impact of over \$36.7 billion to the local economy. Las Vegas is home to 17 of the 20 largest hotels in the world. However, the city has become known for more than just legalized gaming. Las Vegas visitors are also offered top quality entertainment, fine dining and shopping, as well as recreational opportunities. Beyond the Strip and casinos, tourists can enjoy Red Rock Canyon, Lake Mead National Recreation Area, Hoover Dam, Mount Charleston and other outdoor attractions.

In Clark County, gross gaming revenues rose to \$9.7 billion in 2005, an 11.5% increase over the previous year. This is a double-digit percentage increase in gaming revenues for the second year in a row. In 2005, occupancy levels of hotels/motels in Clark County increased by 0.6% to an average of 89.2%, with a 95% occupancy rate reported for weekends. This is due in part to the continued influx of conventions, trade shows and meetings whose attendance increased by 7.7%, topping 6.2 million in 2005. To accommodate convention and trade show business, total Las Vegas convention capacity has increased to 9.5 million square feet citywide.

Continued economic growth in Clark County is interrelated to increases in other economically sensitive taxes. In addition to taxable gaming revenues, Clark County has seen marked increases in the generation of several other taxes, including property tax, sales tax, governmental services tax, room taxes and real property transfer taxes. Increases in the volume of these taxes directly benefit the District.

Population Growth

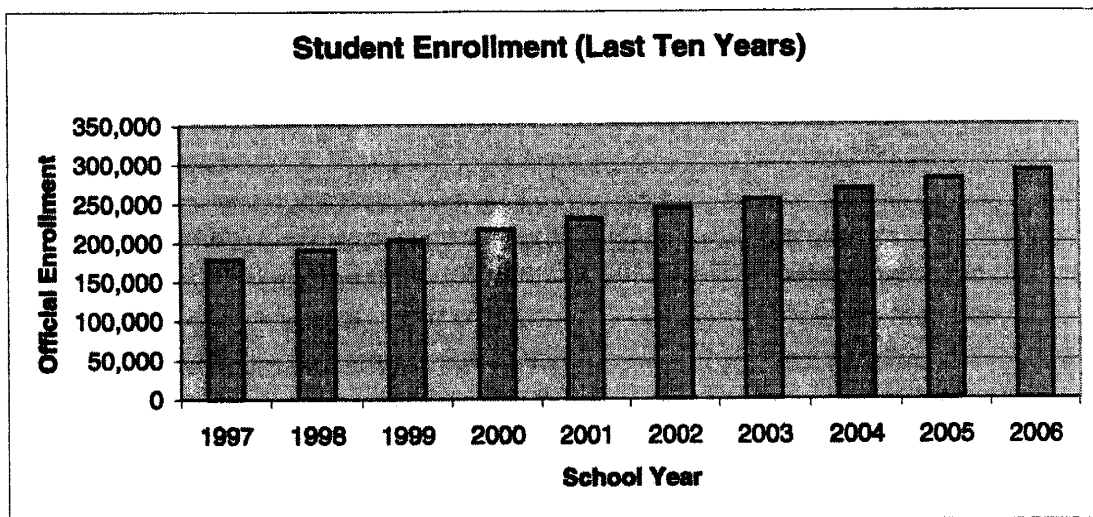
With an unemployment rate of 3.5%, the high quality of life and mild weather, Clark County remains one of the top choices for relocation. In 2005, the population growth in Clark County averaged 5,700 per month, with a current population of approximately 1.82 million. The County increased in size by approximately 69,000 people from 2004 to 2005, a 3.9% increase. Over the past ten years,

Clark County has seen its population increase by a yearly average of approximately 5.4%, and the cities which have experienced the greatest impact of the growth include Las Vegas, Henderson, North Las Vegas and Mesquite.

Population growth continues to fuel residential and commercial development in southern Nevada. One of the fast growing communities in Clark County is the Lake Las Vegas Resort. The Lake Las Vegas Resort is a premier residential and resort destination situated on a privately owned 320-acre lake with 2 large hotels and 4 challenging golf courses. The Resort continues to develop its master planned residential communities as well. In order to accommodate demand for housing, developers have responded with a number of new communities throughout the region.

High demand for housing for the past several years has driven up property values, resulting in increases in assessed valuation. In response to continued property tax increases, the 2005 Legislature enacted Assembly Bill 489 to provide partial abatement of property taxes to provide relief from escalating assessments. It is estimated that the abatement will reduce potential property tax collections for Clark County by over \$195 million resulting in potentially lower revenue for the District.

Fast growth in Clark County's population has increased the tax base and the generation of taxes; however, it has also created an unrelenting demand for additional school facilities as the school population increases respectively. To gain an historical perspective on student growth, the following chart presents the increase in the school population over the past ten years.



With overall enrollment projected to exceed 330,000 students by 2010, the demand for services is constantly increasing. In the 2006 school year, the District opened eleven new schools, including seven elementary schools, three middle schools, and one high school. The total number in schools currently in operation is 325, including nine new schools that opened in August 2006. Because of the continuous construction of new buildings, 120 of the District's 325 schools have been built in the last 10 years. This makes the average age of a school building just 20 years old. School construction schedules are closely monitored by the District's Demographic and Zoning Department to respond to areas of high enrollment growth.

Proposed/Planned Commercial Construction in Clark County

Commercial construction projects, including several new hotel/casinos and mixed-use urban developments, are planned over the next several years. In 2005, approximately 1,683 hotel rooms were added to existing inventory in Las Vegas, bringing the total room inventory to 133,186. In the spring of 2006, Station Casinos, Inc. opened phase I of Red Rock Casino, Resort and Spa, a luxury property located in Summerlin. Phase II will be finished by early 2007, bringing the total number of rooms to 850. At the end of 2005, the South Coast Casino was completed on the south side of the city with 660 rooms. Over the next five years, an additional 37,937 rooms with 1,366,460 square feet in convention space are projected for completion in Las Vegas. The major developments include MGM's \$7 billion Project City Center (the largest privately financed project in the world), Boyd Gaming's \$4 billion Echelon Place, Trump International Hotel & Tower, W Las Vegas Hotel, Casino and Residences and Wynn's Encore.

Among major developments in Clark County is a redevelopment plan the City of Las Vegas has initiated for "Historic Downtown Las Vegas." Included in this plan are ideas of revitalizing historic buildings like the old Post Office and the Fifth Street School. These buildings will be used for a variety of purposes, including drawing new businesses into the area, as well as providing art and educational museums in the area. Efforts began in 2000, and many buildings have already been restored with numerous businesses already in operation. The final phase of the plan is not scheduled for completion until 2020. The downtown area of Las Vegas provides another attraction for tourists and locals outside the gaming atmosphere found elsewhere in Las Vegas.

Also, in an effort to create more residential housing in the downtown area, construction has already begun on many new high-rise residential buildings that will provide a combination of residential units as well as retail space. Some of these new building include: Soho, a 120-unit building scheduled to be completed in 2006; the Allure, a two-tower project providing 808 residential units and 35,000 square feet of retail space; and the Newport, a project of 168 residential units and 6,150 square feet of retail space. Numerous other projects are in both the planning and construction phases.

Long-Term Financial Planning

Growth in District Facilities

The Clark County School District remains one of the fastest growing school districts in the nation. Official enrollment for the 2005-2006 school year was 291,510, making the District the fifth largest in the nation. The District has faced several financial challenges in its significant growth spurt over the past several years, and according to population and demographic projections, will continue to face challenges associated with rapid growth in Clark County.

In order to accommodate high growth and the demand for school services, the District continues to operate one of the largest school construction programs in the country backed by the issuance of general obligation debt. In November 1998, voters approved a freeze of property tax rates for long-term bonding of school construction. This approval allowed the District to issue approximately \$3.5 billion of general obligation bonds until June 30, 2008. Funding for school construction is also secured by pledged percentages of revenues from the city and county imposed room tax and the real property transfer tax. The District consistently monitors the three main revenue sources for the bond construction program and is required by statute to maintain a debt reserve account to insure its ability to service the debt.

In November 2005, the Capital Improvement Program was revised based upon updated revenue projections and the needs of continuing growth as follow:

- Total amount of general obligation bonds needed was revised to \$4.7 billion.
- Land acquisition for future sites was revised to \$255 million.
- Number of new schools changed to 105, including 5 career and technical, 1 alternative and one special school (\$3.1 billion).
- Construction of 3 bus yards (\$64 million)
- 11 replacement schools (\$328 million) and 5 phased replacement schools (\$147 million)
- 15 additions to schools (\$98 million)
- Life-cycle replacements (\$690 million), including rehabilitation/modernization of existing schools, technology, phone and security upgrades, HVAC, plumbing and electrical systems replacements, furnishings and equipment

Relevant Financial Policies

It is the District's policy that revenue recognition is handled in accordance with the modified accrual accounting method, which requires that the timing of revenue-related inflows of financial resources be considered. Generally accepted accounting principles (GAAP) direct that governmental funds recognize revenues "in the accounting period in which they become susceptible to accrual—that is, when they become both measurable and available to finance expenditures of the fiscal period." Financial resources should be considered available only to the extent they are "collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period." The District uses an availability period of 60 days from its fiscal year end for the purpose of revenue recognition. An example of the District's revenue recognition policy would be the following:

The District receives monies from the Clark County Comptroller's Office for collected personal property taxes for the month of June. However the monies were not received until the fifth of August. This is within the 60 day availability period that the District has established for the purpose of recognizing revenue. The District then books a receivable for the amount of the property taxes and recognizes the revenue.

An additional example of the District's revenue recognition policy applicable to the 2005-06 year is the receipt of monies for federal impact aid. As of June 30, 2006, the District was expecting to receive \$550,000 in federal impact aid of Public Law 103-382. Once it was determined that the probability of receiving the monies before the 60 day availability period was unlikely, the District then booked the receivable as unearned revenue for financial reporting purposes.

Major Initiatives

New Superintendent

Resulting from a national search, the Clark County School District's Board of School Trustees selected Dr. Walt Rulffes as Superintendent of Schools in January 2006, with an initial contract through August 2007. Prior to that, Dr. Rulffes had served as the District's interim superintendent since July 2005. He was previously the deputy superintendent/chief financial officer for the District for several years. Dr. Rulffes has more than 30 years of experience in education, including serving as superintendent of the Cheney School District in Washington.

Recruiting and Retaining Qualified Teachers

In order to keep up with continued growth in the county, the District hired 3,195 new teachers in the 2005-2006 school year. The \$2,000 signing bonus for new classroom teachers has proven a success in attracting new teachers to the District. Even with this success, the District will continue to devise creative new ways to attract quality new teachers from all parts of the world.

As a part of recruiting efforts to eliminate teacher shortages, some new techniques have been utilized this year in recruiting new teachers. The District is enlisting the help of the military organization "Troops to Teachers" and created the program "Hire in Advance." This program is designed to attract qualified military personnel into the classroom. Approved "Troops to Teachers" candidates will be offered a contract one to two years in advance and receive help to obtain the required licenses.

Because of the shortage of qualified teachers in the area, the District also expanded its efforts in recruiting teachers from overseas. The State Superintendent is authorized to issue teaching licenses to persons who do not hold United States citizenship or permanent residence status in the United States, but only if it can be demonstrated that a shortage of teachers exists in the subject area in which the person is qualified, the person meets all other Nevada licensure requirements, and the District agrees to employ the person in the high need area. As a result, the District hired many new math and special education teachers from the Philippines and bilingual teachers from Spain.

In order to maintain hiring high quality teachers, the District strives to stay competitive with its salaries. The Nevada Legislature approved a 2.0% cost of living salary increase for the 2005-2006 school year as well as a 4.0% increase for the 2006-2007 school year. The increase of salaries for future years will be discussed in subsequent sessions of the Nevada Legislature.

Student Achievement

Increases in student enrollment not only create challenges in providing school facilities, but challenges in the learning environment. These challenges include student poverty and limited English skills. More than 40% of the District's population qualifies for free or reduced-cost meals and over 27% are enrolled in an English Language Learners (ELL) program. Student achievement is a top priority for the District as it continues to fund important programs like ELL and apply for funding under the free and reduced lunch program offered by the federal government. Projections show that enrollment for these programs is expected to increase as the student population grows.

Enterprise Resource Planning System

For the past year, the District has worked to implement an Enterprise Resource Planning ("ERP") system, an integrated software system designed to manage the core business functions of the District. The ERP system is the District's first step toward its long-term goal of replacing the COBOL-based applications resident on the mainframe computer and will provide greater information integration, timely access to data, and improved reporting. Several areas to be implemented in the initial phase include accounting, budget, and purchasing. The second phase will further include human resources and payroll.

The District selected SAP as its ERP vendor in fiscal year 2004-2005 and initiated the project implementation with a planned go-live date for financials projected for this fall, with human resources and payroll to follow in 2007. Approximately \$26 million dollars of fund balance in the General Fund is currently designated in association with the implementation and maintenance of the ERP system over the next few years.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Clark County School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2005. This was the twentieth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The District believes the current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and will be submitting it to the GFOA to determine its eligibility for another certificate.


Timely preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Accounting Department and the staff of its independent auditors, Kafoury, Armstrong & Co., CPA's. We would like to express our appreciation to all members of the departments who assisted in and contributed to its preparation.

We would also like to thank the members of the Board of School Trustees for their interest and support in planning and conducting the financial operations of the Clark County School District in a responsible and progressive manner.

Respectfully submitted,



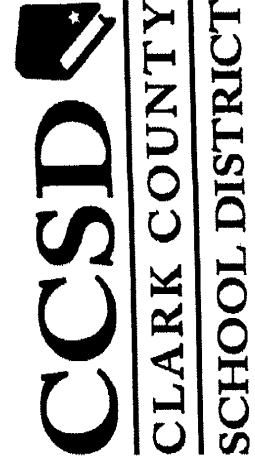
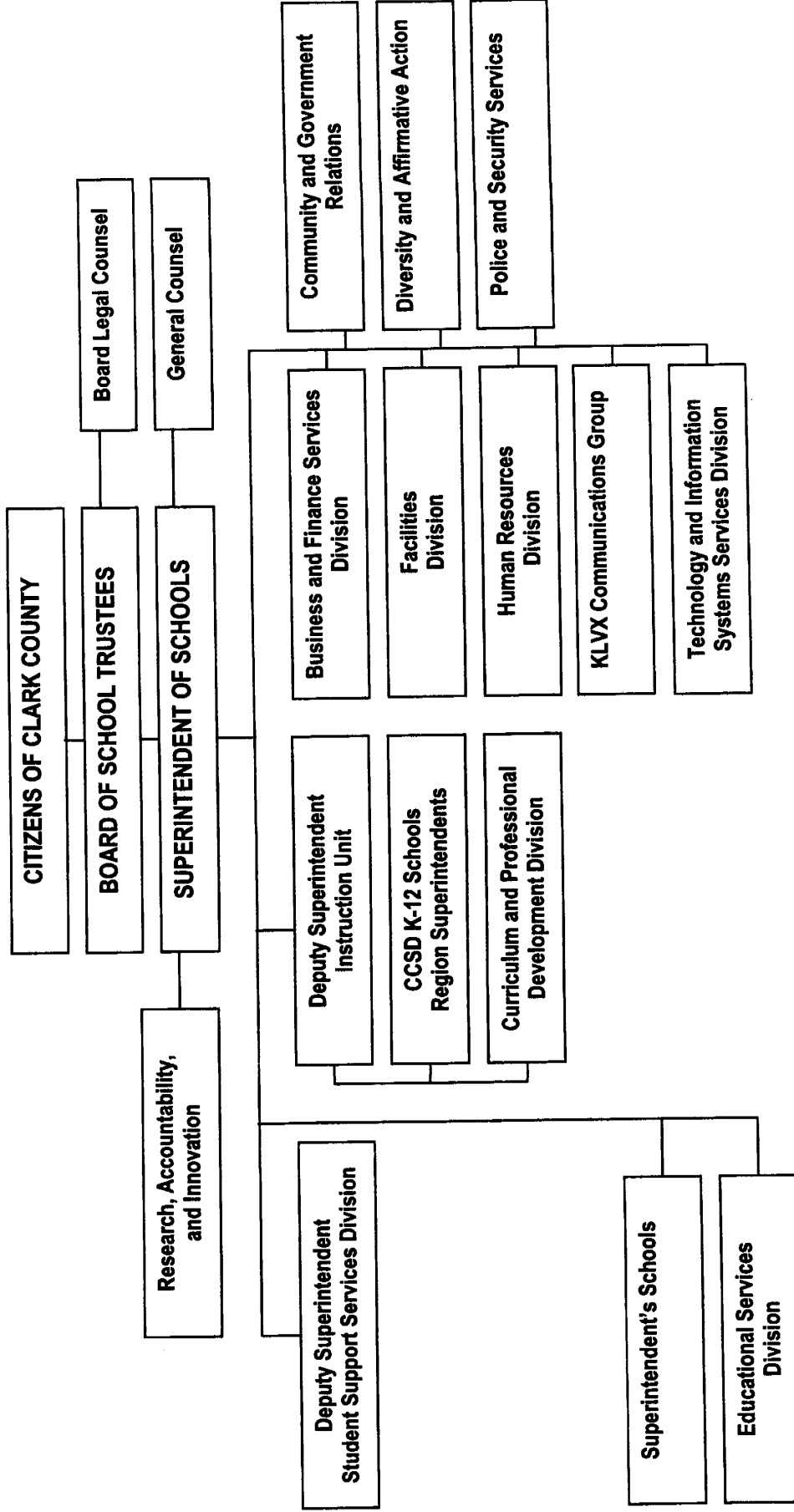
Dr. Walt Rulffes
Superintendent



Jeff Weiler
Chief Financial Officer

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SERVICE PROVIDER NETWORK



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Clark County School District,
Nevada

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2005

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Carla E. Perry

President

Jeffrey R. Emer

Executive Director

FINANCIAL SECTION

COMPREHENSIVE
ANNUAL
FINANCIAL REPORT



KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of the
Clark County School District
Clark County, Nevada

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Clark County School District, Clark County, Nevada, as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Clark County School District, Clark County, Nevada, as of June 30, 2006, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund and Special Education Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 6, 2006, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part

of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis on pages 3 through 13 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Clark County School District, Clark County, Nevada's basic financial statements. The introductory section, combining and individual fund statements and schedules and statistical tables, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects, in relation to the basic financial statements taken as a whole.

Kafoory, Armstrong & Co.

Las Vegas, Nevada
October 6, 2006

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

The Management's Discussion and Analysis ("MD&A") offers readers a narrative overview and analysis of the Clark County School District's ("District") financial statements for the fiscal year ended June 30, 2006. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which precedes this report, and the financial statements, which immediately follow this report.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2006

Following is an analysis of facts, descriptions or conditions of the District, in fiscal year 2006, that had a material effect on its financial position or operating results.

Government-wide Financial Statements

- The overall financial position of the District improved as government-wide net assets increased during fiscal year 2006, from \$1.258 billion to \$1.473 billion, a \$214.8 million dollar increase.
- Total revenues increased \$235.5 million from \$2.30 billion in fiscal year 2005 to \$2.54 billion in fiscal year 2006, a 10.20% increase.
- Property taxes, sales taxes, real property transfer taxes, and investment earnings were major contributors of the overall revenue increase.
- Total expenses increased \$253 million from \$2.076 billion in fiscal year 2005 to \$2.329 billion in fiscal year 2006, a 12.2% increase.

Fund Financial Statements

- Ending combined governmental fund balances increased to \$1.249 billion in fiscal year 2006 from \$1.117 billion in fiscal year 2005, an 11.8% increase.
- Increases to ending fund balance are a combination of interest expenditure savings from an advance refunding bond issue, increases in local revenues, such as room tax and the real estate transfer tax, from budgeted projections, and unspent bond proceeds from the District's school construction program and from a medium-term financing for administrative buildings issued in a previous fiscal year.

General Operating Fund Balance

- Ending fund balance in the General Fund decreased from \$155 million in fiscal year 2005 to \$143 million in fiscal year 2006, a 7.7% decrease.
- Total General Fund revenues increased \$93 million dollars to \$1.588 billion in fiscal year 2006.
- Total unreserved undesignated fund balance increased from \$33 million in fiscal year 2005 to \$36 million in fiscal year 2006, a \$3 million increase.
- The District maintained its ability to fund the unreserved undesignated (spendable) portion of fund balance to 2% of general operating revenue in fiscal year 2006 per District Regulation 3110.
- The District has been able to designate additional funding in its general operating fund for its enterprise resource planning ("ERP") system, remodeling costs for the central food service kitchen building, fuel cost increases in the transportation program, carryover funding for potential costs of the No Child Left Behind Act ("NCLB") that impact the general operating budget, and several other important programs.

OVERVIEW OF THE FINANCIAL STATEMENTS

The District's basic financial statements are comprised of government-wide financial statements, fund financial statements, and notes to the financial statements. Following is a brief discussion of the structure of the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with an assessment of the overall financial position and activities of the District as a whole. These statements are structured around the primary government, not including fiduciary funds. They are further divided into governmental activities and business-type activities. Governmental activities being those generally financed through taxes and intergovernmental revenues, while business-type activities are those financed to some degree by charging external parties for goods received.

The statement of net assets combines and consolidates all of the District's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting. The end result is net assets that are segregated into three components: invested in capital assets, net of related debt; restricted and unrestricted net assets.

The statement of activities presents information showing how the District's net assets changed during fiscal year 2006. All changes in net assets are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, there are some revenues and expenses reported in this statement that will result in cash flows in future fiscal periods. All expenditures are reported by related function as prescribed by the Nevada Department of Education Handbook II Accounting System.

Fund Financial Statements

The District uses fund financial statements to provide detailed information about its most significant funds. All of the funds of the Clark County School District can be divided into three categories:

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements described above. However, unlike the government-wide financial statements, governmental fund financial statements use the modified accrual basis of accounting, which focuses on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. To provide a better understanding of the relationship between the fund statements and government-wide statements, a reconciliation is provided for a more comprehensive picture of the District's financial position.

Proprietary Funds – Funds that focus on the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows are reported in the proprietary funds. The District reports two types, enterprise funds and internal service funds. Enterprise funds are used to report an activity where a fee is charged to external users. The District's sole enterprise fund, the Food Service Enterprise Fund, is used to account for food service operations within the District. Internal service funds report activities that provide goods and services to the other departments of the District. The District reports two internal service funds, the Insurance and Risk Management Fund, and the Graphic Arts Production Fund.

Fiduciary Funds – Funds that are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. The District currently holds assets related to student activities of various schools in its single fiduciary fund, the Student Activity Agency Fund.

Notes to the Financial Statements

The notes to the financial statements complement the financial statements by describing qualifying factors and changes throughout the fiscal year.

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted previously, the government-wide statements are structured to report financial information on the District as a whole, excluding fiduciary funds. Condensed financial information with comparative amounts from the prior year is presented along with accompanying analysis.

Clark County School District's Net Assets:

	Governmental activities		Business-type activities		Total	
	2006	2005	2006	2005	2006	2005
Current assets	\$ 1,675,528,463	\$ 1,467,230,892	28,764,007	\$ 27,917,347	\$ 1,704,292,470	\$ 1,495,148,239
Capital assets, net	3,847,015,540	3,455,776,448	8,930,918	8,911,425	3,855,946,458	3,464,687,873
Total assets	5,522,544,003	4,923,007,340	37,694,925	36,828,772	\$ 5,560,238,928	4,959,836,112
Current liabilities	369,111,120	324,434,994	1,969,303	2,046,487	371,080,423	326,481,481
Long-term liabilities	3,715,223,951	3,374,339,537	789,280	676,290	3,716,013,231	3,375,015,827
Total liabilities	4,084,335,071	3,698,774,531	2,758,583	2,722,777	4,087,093,654	3,701,497,308
Net assets:						
Invested in capital assets, net of related debt	535,575,744	473,621,838	8,930,918	8,911,425	544,506,662	482,533,263
Restricted	704,015,295	581,692,199	-	-	704,015,295	581,692,199
Unrestricted	198,617,893	168,918,772	26,005,424	25,194,570	224,623,317	194,113,342
Total net assets	\$ 1,438,208,932	\$ 1,224,232,809	34,936,342	\$ 34,105,995	1,473,145,274	\$ 1,258,338,804

The District's assets exceeded liabilities by \$1,473,145,274 at the close of the current fiscal year and total net assets increased by \$214,806,470 resulting in a 17.1% increase in net assets.

Governmental Activities

The District's total net assets in governmental activities is \$1,438,208,932 of which, unrestricted assets total \$198,617,893; these are used to meet the ongoing obligations of the District.

Portions of total net assets are subject to external restrictions as to how they may be used. In the current fiscal year, restricted assets include assets for servicing long-term general obligation bonded debt in the amount of \$463,831,179, assets related to bond proceeds and other revenues to be used in the District's capital projects programs in the amount of \$233,439,116, and net assets restricted for other purposes include a deposit made with the State of Nevada for the District's worker's compensation self-insurance program in the amount of \$5,857,000 and a total of \$888,000 in term endowments made over time to the KLVX Communications Group.

Business-type Activities

Business-type activities consist solely of the District's Food Service Enterprise Fund. Net assets in this fund increased by 2.4% to \$34,936,342 and maintained a fairly even balance between revenues and expenses. Food Service is reporting approximately \$26 million in unrestricted assets.

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

Clark County School District's Statement of Activities:

	Governmental activities		Business-type activities		Totals	
	2006	2005	2006	2005	2006	2005
Revenues:						
Program revenues:						
Charges for services	\$ 5,884,598	\$ 4,679,755	\$ 25,130,711	\$ 23,238,403	\$ 31,015,309	\$ 27,918,158
Operating grants and contributions	286,901,029	242,814,616	46,924,237	42,305,215	333,825,266	285,119,831
Capital grants and contributions	65,967	-	-	-	65,967	-
Total program revenues	292,851,594	247,494,371	72,054,948	65,543,618	364,906,542	313,037,989
General revenues:						
Property taxes	745,820,795	659,567,472	-	-	745,820,795	659,567,472
Local school support tax	722,039,234	669,012,541	-	-	722,039,234	669,012,541
Governmental services tax	84,526,205	78,052,791	-	-	84,526,205	78,052,791
Room tax	68,000,494	59,100,398	-	-	68,000,494	59,100,398
Real estate transfer tax	60,583,887	54,106,913	-	-	60,583,887	54,106,913
Franchise tax	1,802,644	2,844,769	-	-	1,802,644	2,844,769
Unrestricted federal aid	14,655	574,132	-	-	14,655	574,132
Unrestricted state aid	416,504,339	428,708,753	-	-	416,504,339	428,708,753
Other local sources	23,467,013	13,840,970	9,312	24,367	23,476,325	13,865,337
Investment earnings	56,253,365	29,759,476	655,668	512,724	56,909,033	30,272,200
Total general revenues	2,179,012,631	1,995,568,215	664,980	537,091	2,179,677,611	1,996,105,306
Term endowment	184,912	100,000	-	-	184,912	100,000
Total revenues	2,472,049,137	2,243,162,586	72,719,928	66,080,709	2,544,769,065	2,309,243,295
Expenses:						
Instruction expenses	1,357,260,287	1,198,241,558	-	-	1,357,260,287	1,198,241,558
Support services:						
Student support	81,738,784	77,407,377	-	-	81,738,784	77,407,377
Instructional staff support	105,917,428	94,058,561	-	-	105,917,428	94,058,561
Educational media services	4,321,748	4,677,766	-	-	4,321,748	4,677,766
General administration	42,357,229	36,363,903	-	-	42,357,229	36,363,903
School administration	149,727,888	134,542,113	-	-	149,727,888	134,542,113
Central services	60,122,311	35,091,880	-	-	60,122,311	35,091,880
Operation and maintenance						
of plant services	188,781,327	179,055,638	-	-	188,781,327	179,055,638
Student transportation	81,207,116	72,810,655	-	-	81,207,116	72,810,655
Other support services	3,491,425	3,588,345	-	-	3,491,425	3,588,345
Facilities acquisition and						
construction services	15,412,189	23,421,053	-	-	15,412,189	23,421,053
Interest on long-term debt	167,226,180	147,765,000	-	-	167,226,180	147,765,000
Food services	-	-	72,398,683	69,581,505	72,398,683	69,581,505
Total expenses	2,257,563,912	2,007,023,849	72,398,683	69,581,505	2,329,962,595	2,076,605,354
Change in net assets before transfers	214,485,225	236,138,737	321,245	(3,500,796)	214,806,470	232,637,941
Transfers in / (out)	(509,102)	(440,830)	509,102	440,830	-	-
Change in net assets	213,976,123	235,697,907	830,347	(3,059,966)	214,806,470	232,637,941
Net assets - beginning	1,224,232,809	988,534,902	34,105,995	37,165,961	1,258,338,804	1,025,700,863
Net assets - ending	\$ 1,438,208,932	\$ 1,224,232,809	\$ 34,936,342	\$ 34,105,995	\$ 1,473,145,274	\$ 1,258,338,804

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

Governmental Activities

Net Assets

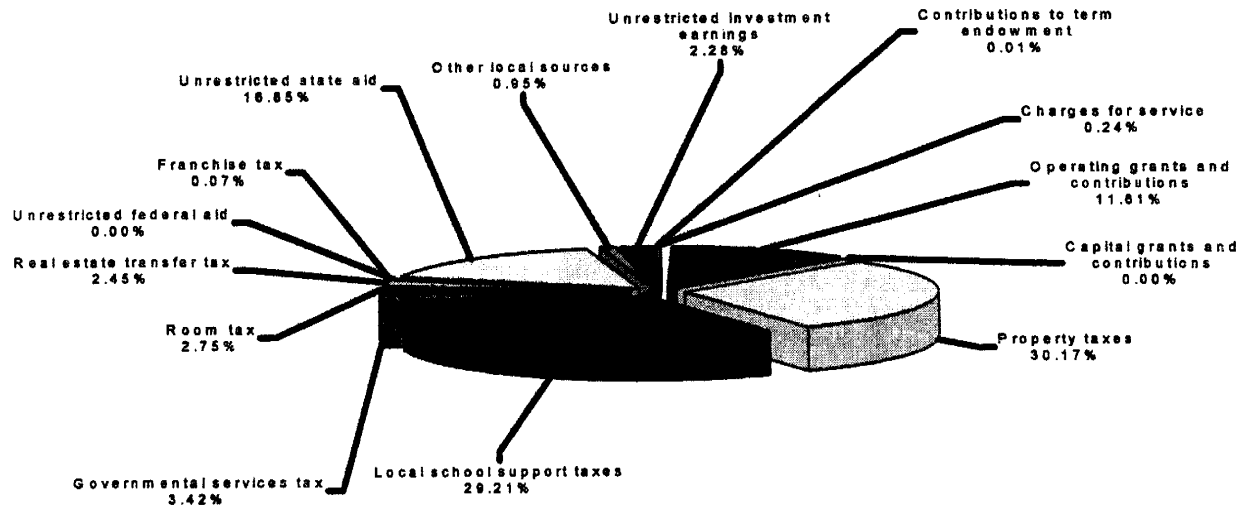
Governmental activities increased the District's net assets by \$213,976,123, accounting for almost all of the growth in net assets for the District as a whole. Increases in net assets can be directly correlated to significant revenue increases in almost every area but mainly property taxes, local school support taxes, and operating grants and contributions.

Revenues

The largest general revenues received by the District include aggregated property taxes in the amount of \$745,820,795 and local school support tax in the amount of \$722,039,234. These taxes represent 30.17% and 29.21% percent, respectively, of total revenues for the current fiscal year.

The District has also seen significant increases in its investment earnings as short-term interest rates continue to rise and the majority of the District's investment securities are short-term. Overall investment earnings have increased from \$29 million to \$56 million from fiscal year 2005 to fiscal year 2006.

Governmental Activities – Revenue Sources**



** Percentages in the chart above do not total to 100% due to rounding

Governmental Activities - Change in Revenues

Revenues	2006	2005	Inc / (Dec) from 2005	% Inc / (Dec) from 2005
Charges for service	\$ 5,884,598	\$ 4,679,755	\$ 1,204,843	25.75%
Operating grants and contributions	286,901,029	242,814,616	44,086,413	18.16%
Capital grants and contributions	65,967	-	65,967	0.00%
Property taxes	745,820,795	659,567,472	86,253,323	13.08%
Local school support taxes	722,039,234	669,012,541	53,026,693	7.93%
Governmental services tax	84,526,205	78,052,791	6,473,414	8.29%
Room tax	68,000,494	59,100,398	8,900,096	15.06%
Real estate transfer tax	60,583,887	54,106,913	6,476,974	11.97%
Franchise tax	1,802,644	2,844,769	(1,042,125)	-36.63%
Unrestricted federal aid	14,655	574,132	(559,477)	-97.45%
Unrestricted state aid	416,504,339	428,708,753	(12,204,414)	-2.85%
Other local sources	23,467,013	13,840,970	9,626,043	69.55%
Unrestricted investment earnings	56,253,365	29,759,476	26,493,889	89.03%
Contributions to term endowment	184,912	100,000	84,912	84.91%
Total revenues	\$ 2,472,049,137	\$ 2,243,162,586	\$ 228,886,551	10.20%

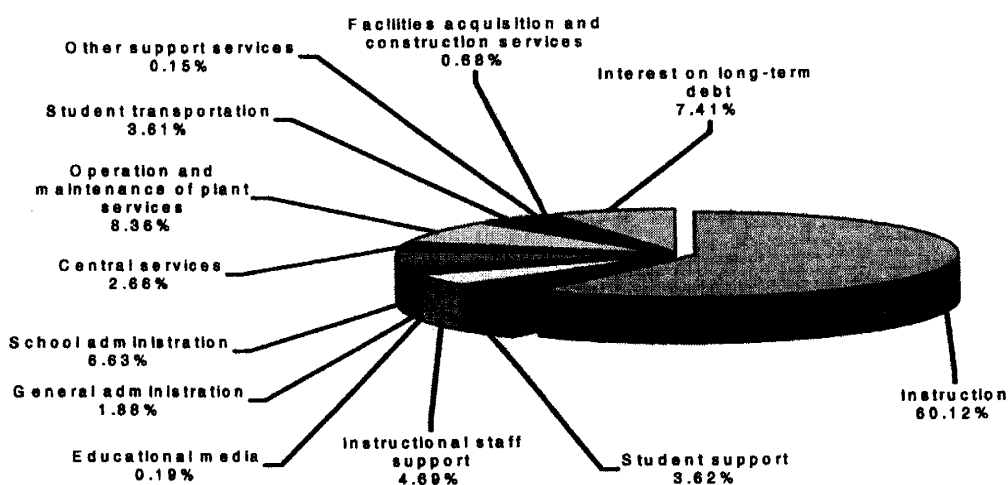
**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

Expenditures

Instruction related expenditures represent more than 60% of total governmental expenses. They consist of regular, special, vocational, adult and other instructional program expenditures, with over 98% of these dollars spent on regular and special education. Operation and maintenance of plant services account for the next highest expenditures with approximately 8.36% of total expenditures.

Central services functional expenditures increased due to a reclassification of the expenditures included under this function and also due to the amount of resources being expended in conjunction with the implementation of the District's ERP system. Other support services decreased due to the timing of indirect costs in Federal Programs. Facilities acquisition and construction services decreased due to reclassification of certain expenditures.

Governmental Activities – Expenditures by Function



Governmental Activities – Change in Expenses by Function

Expenditures	2006	2005	Inc / (Dec) from 2005	% Inc / (Dec) from 2005
Instruction	\$ 1,357,260,287	\$ 1,198,241,558	\$ 159,018,729	13.27%
Student support	81,738,784	77,407,377	4,331,407	5.60%
Instructional staff support	105,917,428	94,058,561	11,858,867	12.61%
Educational media	4,321,748	4,677,766	(356,018)	-7.61%
General administration	42,357,229	36,363,903	5,993,326	16.48%
School administration	149,727,888	134,542,113	15,185,775	11.29%
Central services	60,122,311	35,091,880	25,030,431	71.33%
Operation and maintenance of plant services	188,781,327	179,055,638	9,725,689	5.43%
Student transportation	81,207,116	72,810,655	8,396,461	11.53%
Other support services	3,491,425	3,588,345	(96,920)	-2.70%
Facilities acquisition and construction services	15,412,189	23,421,053	(8,008,864)	-34.20%
Interest on long-term debt	167,226,180	147,765,000	19,461,180	13.17%
Total expenses	\$ 2,257,563,912	\$ 2,007,023,849	\$ 250,540,063	12.48%

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

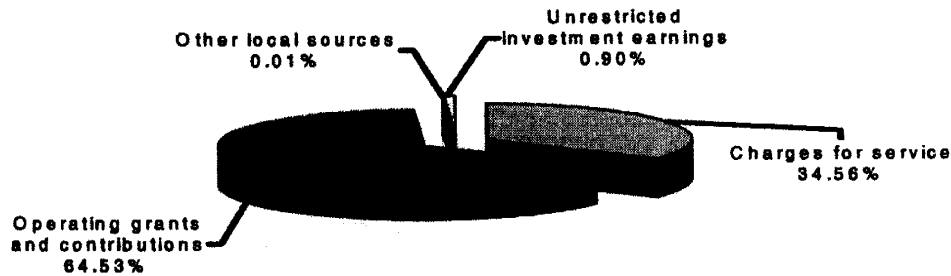
Business-type Activities

Business-type activities consist solely of the District's Food Service Enterprise Fund. In the current fiscal year this activity increased net assets by \$830,347, contributing minimally to the total growth in the District's net assets.

Food service student charges and federal subsidies including contributions of commodity food products account for almost 100% of the revenues received by business-type activities, with student charges representing approximately 34.56% and federal subsidies accounting for 64.53%.

The majority of the expenditures in business-type activities are for food purchases and salary expenses to maintain the District's food service program.

Business-type Activities – Revenue Sources



Business-type Activities - Change in Revenues

Revenues	2006	2005	Increase / (Decrease) from 2005	% Increase / (Decrease) from 2005
Charges for service	\$ 25,130,711	\$ 23,238,403	\$ 1,892,308	8.14%
Operating grants and contributions	46,924,237	42,305,215	4,618,022	10.92%
Other local sources	9,312	24,367	(15,055)	-61.78%
Unrestricted investment earnings	655,688	512,724	142,944	27.88%
Total Revenues	\$ 72,719,928	\$ 66,080,709	\$ 6,639,219	10.05%

Revenues from charges for services increased in fiscal year 2006 mainly due to the opening of 11 new schools throughout the district.

ANALYSIS OF GOVERNMENTAL FUND BALANCES AND TRANSACTIONS

Governmental funds use fund accounting and follow the modified accrual basis of accounting which focuses on short-term sources and uses of spendable resources. Following is an analysis of individual fund balances and material transactions.

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

At the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$1.249 billion, an increase of over \$132 million from last year mainly due to increases in tax revenues across the board and savings from District energy conservation programs and staff vacancies. Approximately 38% of this fund balance is reserved, while 62% is unreserved. Of the unreserved portion of fund balance, \$674,381,377 is designated for outstanding encumbrances and various projects throughout the district including the ERP business resource system, various subsidies for health care, increases in salaries per the new licensed contract, a food service kitchen remodel, additional PERS service credit for qualifying teachers, and additional capital improvements. Unreserved undesignated fund balance, for all governmental funds which serves as a useful measure of the District's net resources, as a whole, available for spending is \$97,983,258, or 7.8% of the total fund balance.

The main operating fund of the District is the General Fund. At the end of the current fiscal year, the total fund balance in the general fund was \$143,564,533; reserved portion totaled \$12,373,569 and the unreserved designated portion was \$94,753,437. The unreserved undesignated portion which represents spendable resources was \$36,437,527, representing 25% of the total fund balance or 2% of the general operating budget resources.

Although reported separately, the Special Education Fund is budgeted for in combination with the General Fund and together they represent the general operating budget of the District. Any deficiencies of revenues under expenditures in the Special Education Fund are compensated for through a transfer from the General Fund. The transfer from the General Fund to cover special education expenditures in fiscal year 2006 was \$182,384,802.

The District's Debt Service Fund ending fund balance increased by \$41 million, from \$422 million in fiscal year 2005 to \$463 million in fiscal year 2006. The Debt Service Fund realized significant reductions in interest expense due to advance refunding debt at a lower rate and it also experienced a 12.8% increase in property tax revenue from the previous year.

The District's Bond Fund reported an increase in fund balance of \$68 million due to a bond issuance in fiscal year 2006 and increases in local revenues. In November 2005, the District issued \$500 million in general obligation debt as part of its continuing school construction program. This along with a \$28.8 million premium was a main component of the increase in ending fund balance in the Bond Fund. In addition to the debt issue, the District received over \$128 million in combined revenues from the room tax and real property transfer tax. These taxes are pledged to reduce specific outstanding debts. The transfer out of \$63 million is the transfer to the Debt Service Fund to service these debts.

BUDGETARY HIGHLIGHTS

The "Original Budget" reflected in the General Fund was approved on May 18, 2005. Budgeted appropriations were developed with certain major determinants remaining unknown; most significant was the final certified student enrollment, State revenues and local property tax collections, and the prior year's ending fund balance. For this reason, the "Original Budget" was approved and submitted based upon future resolution of various unknown issues.

The "Final Budget" reflects administration's best estimates and includes all transfers, additions, and deletions that have been approved through June 30, 2006 and more accurately denote total appropriation activity throughout the year then ended.

Nevada statutes and District regulations require that school districts legally adopt budgets for all funds. Budgets are prepared in accordance with generally accepted accounting principles. Budgeted amounts reflected in the accompanying financial statements recognize amendments made during the year. The "Final Budget" is prepared by fund, program and function. All appropriations lapsed at year-end and certain encumbrances will be re-appropriated in 2006-07.

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

There were several variances between the original and final budgets in the General Fund that should be noted:

- In the regular programs, instruction function, the appropriation for supplies was increased from \$46.4 million to \$56.9 million in response to the State Department of Education's revised expenditure requirements for textbooks, instructional supplies, and computer software.
- In central services function, employee benefits appropriations were reduced from \$17.7 million to \$9.1 million due to transfers to other functions for employee group insurance premiums. Increases of \$4.7 million in appropriations for purchased services were offset through corresponding decreases to employee salaries and property purchases appropriations.
- In the operations and maintenance of plant services function, greater than projected energy conservation savings were realized providing a reduction of total appropriations by over \$5 million.
- In the student transportation function, bus purchases in excess of \$22 million were financed through the General Fund changing the original budget's intention to purchase all buses through the Capital Replacement Fund.
- In the facilities acquisition and construction function, appropriations were increased by \$5.5 million to finance the purchase of building improvements, turf removal, and a food service central office and kitchen facility.
- The debt service function was increased by \$4.5 million following an administrative decision to fund the annual principal and interest payments incurred by the medium-term Series 2004C debt issue.
- The actual beginning fund balance for July 1, 2005 was \$43 million higher than projected following the subsequent completion of the annual external audit for the fiscal year ending June 30, 2005.

The Board adopted the 2005-06 Amended Final Budget for the General Fund in December 2005 that reflected total resources and applications of \$1,812,809,223 including a projected ending fund balance of \$96,084,911. Actual resources were \$11,496,904 less than projected primarily due to collections lower than expected for property and governmental services taxes. Although local school support (sales) taxes were \$32.8 million less than anticipated, the difference was offset by a corresponding increase in the State's guarantee under the terms of the Distributive School Account.

The actual ending fund balance of \$143,564,533 was \$47.4 million higher than budgeted. The unreserved-undesignated (spendable) portion increased by \$3.3 million over 2005, or an increase of 10%. For fiscal 2006, General Fund revenues were \$11.9 million lower than anticipated and total expenditures finished at \$49.7 million under budget.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

At June 30, 2006, the District held approximately \$3.8 billion invested in a broad range of capital assets, net of depreciation, including land and improvements, buildings and improvements, and equipment. This amount represents a net increase (including additions, disposals, and depreciation) of \$391 million or 11% from last year. The following tables reflect additions and disposals of capital assets for governmental and business-type activities (see following page).

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

Governmental Activities Capital Assets:

	Balance June 30, 2005	Additions	Disposals	Balance June 30, 2006
Land	\$ 187,947,939	\$ 57,274,107	\$ (7,147,661)	\$ 238,074,385
Land Improvements	717,897,804	91,729,637	(434,701)	809,192,740
Buildings	2,320,339,559	262,984,633	(75,401)	2,583,248,791
Building Improvements	730,701,619	39,830,902	(1,553,316)	768,979,205
Equipment	211,527,042	38,195,531	(5,956,263)	243,766,310
Construction in Progress	233,725,388	448,276,006	(382,789,673)	299,211,721
Less: Accumulated Depreciation	(946,362,903)	(154,614,291)	5,519,582	(1,095,457,612)
Total Capital Assets, Net	\$ 3,455,776,448	\$ 783,676,525	\$(392,437,433)	\$3,847,015,540

The majority of the increase in capital assets relates to the construction or improvement of District school buildings. In fiscal year 2006, the District opened 11 new schools, which are reported as additions to buildings, and has several currently under construction and reported as construction in progress, with another 9 schools scheduled to open in fiscal year 2007. Additions to land and building improvements include expansions and renovations to existing district facilities. Construction in progress additionally includes school renovations, improvements and expansions to existing schools as well as work performed to completely replace some older existing schools.

Equipment additions include purchases for maintenance vehicles, school buses, administrative vehicles and technology such as desktop computers.

Business-type Activities Capital Assets:

	Balance June 30, 2005	Additions	Disposals	Balance June 30, 2006
Buildings	\$ 86,841	-	-	\$ 86,841
Building Improvements	3,196,177	-	-	3,196,177
Equipment	10,501,304	879,041	(16,226)	11,364,119
Less: Accumulated Depreciation	(4,872,897)	(857,423)	14,101	(5,716,219)
Total Capital Assets, Net	\$ 8,911,425	\$ 21,618	(2,125)	\$ 8,930,918

Additional information on the District's capital assets can be found in note 5 on pages 46-47 of this report.

Long-term Debt

The Clark County School District maintains and operates one of the largest school construction programs in the United States funded through the issuance of municipal bonds. Before bonds can be sold, the District provides information to various bond raters to obtain bond ratings for the proposed issue. Much of the information centers on the financial stability of the District and how it responds to various financial situations. Financial meetings and information provided to the rating agencies have resulted in the District maintaining the following high investment-grade rating with Moody's Investor Services (Aa2), Fitch (AA) and Standard and Poor (AA-). Southern Nevada's continued economic expansion as well as the District's fiscal stability has resulted in high investment-grade bond ratings leading to favorable interest rates for its bond issues.

The District obtained authorization from the voters in 1998 to issue approximately \$3.8 billion in general obligation bonds over the next 10 years to be paid within the existing property tax for school bond debt service.

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

Currently, the District issues bonds yearly through this building program in order to construct or renovate schools.

As of June 30, 2006, the District carried approximately \$3.71 billion in debt, including general obligation bonds and liabilities for compensated absences. The District issues general obligation bonds to finance various projects including but not limited to constructing or purchasing new buildings, enlarging, remodeling or repairing existing buildings or grounds, acquiring sites for new buildings, paying expenses relating to the acquisition of school facilities which have been leased by a school district, and purchase necessary furniture and equipment for schools including equipment used for the transportation of pupils. The following table summarizes long-term debt activity over the past fiscal year.

Long-term Debt and Capitalized Lease Obligations:

	Balance June 30, 2005	Issuances	Retirements	Balance June 30, 2006
Governmental Activities:				
General Obligation Debt	\$ 3,234,465,001	\$ 653,925,000	\$(339,560,000)	\$ 3,548,830,001
Plus: Premiums	208,700,656	37,904,981	(16,122,127)	230,483,510
Less: Discounts	(4,583,530)	-	1,111,610	(3,471,920)
Less: Deferred Losses	(102,095,207)	(9,689,905)	8,343,606	(103,441,506)
General Obligation Debt, Net	3,336,486,920	682,140,076	(346,226,911)	3,672,400,085
Compensated Absences Payable	37,852,617	23,962,286	(18,991,037)	42,823,866
Total Long-term Debt, Net	<u>\$ 3,374,339,537</u>	<u>\$ 706,102,362</u>	<u>\$(365,217,948)</u>	<u>\$ 3,715,223,951</u>
Business-type Activities:				
Compensated Absences	<u>\$ 676,290</u>	<u>\$ 663,155</u>	<u>\$ (550,165)</u>	<u>\$ 789,280</u>

Per Nevada Revised Statute Chapter 387.400, the debt limitation for the District is equal to 15 percent of the assessed valuation of property, excluding motor vehicles. The debt limitation currently applicable at June 30, 2006 is \$9,837,432,954. It is expected that future increases in assessed valuation and the retirement of bonds will result, at all times, in a statutory debt limitation in excess of outstanding debt, subject to changes in assumptions, costs and revenues.

In November of 2005, the District issued Series 2005C for \$500,000,000 as part of the District's building bond program with the bond proceeds recorded in the District's Bond Fund. On March 30, 2006 the District issued Series 2006A for \$153,925,000. This bond was issued to take advantage of favorable market conditions by advance refunding the District's outstanding general obligation debt. The refunding issue had a present value savings of \$9,263,354.

The District's liability for compensated absences continued to grow with combined governmental and business-type activities reporting \$43,613,146 in compensated absences payable at June 30, 2006. This represents a 13% increase over the previous year. As the District grows and increases in employees the District expects this liability to continue to grow at a similar pace.

Additional information on the District's long-term debt can be found in notes 8, 9 and 10 on pages 48-52 of this report.

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2006

	Governmental Activities	Business-type Activities	Total
ASSETS			
Pooled cash and investments	\$ 1,407,253,788	\$ 21,598,262	\$ 1,428,852,050
Accounts receivable	215,247,356	2,582,390	217,829,746
Interest receivable	10,535,320	-	10,535,320
Inventories	2,998,850	4,570,930	7,569,780
Prepays	1,704,373	12,425	1,716,798
Refundable deposit	23,027,737	-	23,027,737
Deferred charges	14,761,039	-	14,761,039
Capital assets, not being depreciated	537,286,106	-	537,286,106
Capital assets, net of accumulated depreciation	3,309,729,434	8,930,918	3,318,660,352
TOTAL ASSETS	5,522,544,003	37,694,925	5,560,238,928
LIABILITIES			
Accounts payable	91,876,463	836,396	92,712,859
Accrued salaries and benefits	180,333,548	1,132,907	181,466,455
Unearned revenues	13,265,679	-	13,265,679
Interest payable	8,062,274	-	8,062,274
Construction contracts and retention payable	58,484,489	-	58,484,489
Liability insurance claims payable	6,661,904	-	6,661,904
Workers' compensation claims payable	9,263,275	-	9,263,275
Other current liabilities	1,163,488	-	1,163,488
Long term liabilities:			
Portion due or payable within one year:			
General obligation bonds payable	205,415,000	-	205,415,000
Compensated absences payable	18,991,038	550,165	19,541,203
Portion due or payable after one year:			
General obligation bonds payable	3,466,985,085	-	3,466,985,085
Compensated absences payable	23,832,828	239,115	24,071,943
TOTAL LIABILITIES	4,084,335,071	2,758,583	4,087,093,654
NET ASSETS			
Invested in capital assets, net of related debt	535,575,744	8,930,918	544,506,662
Restricted for:			
Debt service	463,831,179	-	463,831,179
Capital projects	233,439,116	-	233,439,116
Other purposes	6,745,000	-	6,745,000
Unrestricted	198,617,893	26,005,424	224,623,317
TOTAL NET ASSETS	\$ 1,438,208,932	\$ 34,936,342	\$ 1,473,145,274

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Functions / Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
GOVERNMENTAL ACTIVITIES:							
Instruction:							
Regular instruction	\$ (1,110,254,522)	\$ 2,653,440	\$ 153,829,631	\$ -	\$ (953,771,451)	\$ -	\$ (953,771,451)
Special instruction	(224,527,598)	-	92,353,487	-	(132,174,111)	-	(132,174,111)
Vocational instruction	(9,827,991)	-	13,330,523	-	3,502,532	-	3,502,532
Adult instruction	(6,157,037)	195,816	5,896,616	-	(64,605)	-	(64,605)
Other instruction	(6,493,139)	2,866,641	-	-	(3,626,498)	-	(3,626,498)
Total instruction	(1,357,260,287)	5,715,897	265,410,257	-	(1,086,134,133)	-	(1,086,134,133)
Support services:							
Student support	(81,738,784)	-	842,627	-	(80,896,157)	-	(80,896,157)
Instructional staff support	(105,917,428)	-	11,252,890	-	(94,664,538)	-	(94,664,538)
Educational media services	(4,321,748)	-	4,878,130	-	556,382	-	556,382
General administration	(42,357,229)	-	3,060,957	-	(39,296,272)	-	(39,296,272)
School administration	(149,727,888)	-	-	-	(149,727,888)	-	(149,727,888)
Central services	(60,122,311)	168,701	19,818	-	(59,933,792)	-	(59,933,792)
Operation and maintenance of plant services	(188,781,327)	-	446,454	-	(188,334,873)	-	(188,334,873)
Student transportation	(81,207,116)	-	220	-	(81,206,896)	-	(81,206,896)
Other support services	(3,491,425)	-	868,598	-	(2,622,827)	-	(2,622,827)
Facilities acquisition and construction services	(15,412,189) ¹	-	121,078	65,967	(15,225,144)	-	(15,225,144)
Interest on long-term debt	(167,226,180)	-	-	-	(167,226,180)	-	(167,226,180)
Total support services	(900,303,625)	168,701	21,490,772	65,967	(878,578,185)	-	(878,578,185)
TOTAL GOVERNMENTAL ACTIVITIES	(2,257,563,912)	5,884,598	286,901,029	65,967	(1,964,712,318)	-	(1,964,712,318)
BUSINESS-TYPE ACTIVITIES:							
Food services	(72,398,683)	25,130,711	46,924,237	-	-	(343,735)	(343,735)
TOTAL SCHOOL DISTRICT	\$ (2,329,962,595)	\$ 31,015,309	\$ 333,825,266	\$ 65,967	\$ (1,964,712,318)	\$ (343,735)	\$ (1,965,056,053)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					427,125,045	-	427,125,045
Property taxes, levied for debt service					318,695,750	-	318,695,750
Local school support taxes					722,039,234	-	722,039,234
Governmental services tax					84,526,205	-	84,526,205
Room tax					68,000,494	-	68,000,494
Real estate transfer tax					60,583,887	-	60,583,887
Two percent franchise tax					1,802,644	-	1,802,644
Federal aid not restricted to specific purposes					14,655	-	14,655
State aid not restricted to specific purposes					416,504,339	-	416,504,339
Other local sources					23,467,013	9,312	23,476,325
Unrestricted investment earnings					56,253,365	655,668	56,909,033
Contributions to term endowment					184,912	-	184,912
Transfers					(509,102)	509,102	-
Total general revenues, contributions to term endowment and transfers					2,178,688,441	1,174,082	2,179,862,523
Change in net assets					213,976,123	830,347	214,806,470
Net assets - July 1					1,224,232,809	34,105,995	1,258,338,804
Net assets - June 30					\$ 1,438,208,932	\$ 34,936,342	\$ 1,473,145,274

¹This amount represents expenses incurred in connection with activities related to capital projects that are not otherwise capitalized and included as part of capital assets.

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2006

	MAJOR FUNDS				Other	Total
	General Fund	Special Education Fund	Debt Service Fund	Bond Fund	Governmental Funds	Governmental Funds
ASSETS						
Pooled cash and investments	\$ 168,060,570	\$ 28,612,332	\$ 458,996,124	\$ 507,274,878	\$ 207,419,184	\$ 1,370,363,088
Accounts receivable	165,915,198	38,716	7,681,627	24,311,658	17,281,304	215,228,503
Interest receivable	6,952,683	-	407,495	3,017,917	-	10,378,095
Inventories	2,998,850	-	-	-	-	2,998,850
Prepays	1,634,718	31,212	-	-	28,023	1,693,953
TOTAL ASSETS	\$ 345,562,019	\$ 28,682,260	\$ 467,085,246	\$ 534,604,453	\$ 224,728,511	\$ 1,600,662,489
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	\$ 69,297,589	\$ 527,140	\$ -	\$ 13,188,735	\$ 7,709,497	\$ 90,722,961
Accrued salaries and benefits	123,187,041	28,155,120	-	1,061,029	27,835,887	180,239,077
Unearned revenue	8,349,368	-	3,254,067	-	9,253,066	20,856,501
Construction contracts and retentions payable	-	-	-	57,722,326	762,163	58,484,489
Other current liabilities	1,163,488	-	-	-	-	1,163,488
Total liabilities	201,997,486	28,682,260	3,254,067	71,972,090	45,560,613	351,466,516
FUND BALANCES:						
Reserved for:						
Inventories	2,998,851	-	-	-	-	2,998,851
Prepays	1,634,718	31,212	-	-	28,023	1,693,953
Grants	-	-	-	-	567,355	567,355
Debt service	7,740,000	-	463,831,179	-	-	471,571,179
Unreserved, reported in:						
Major Funds:						
Designated for:						
Encumbrances	16,410,000	-	-	329,900,821	-	346,310,821
Unrealized gains on investments	-	-	-	575,458	-	575,458
School carryover	4,000,000	-	-	-	-	4,000,000
Potential revenue shortfall	10,000,000	-	-	-	-	10,000,000
Potential impacts of NCLB mandates carryover	1,000,000	-	-	-	-	1,000,000
ERP business resource data system	26,845,000	-	-	-	-	26,845,000
Food service kitchen remodel	7,325,000	-	-	-	-	7,325,000
Bus fuel increases	3,600,000	-	-	-	-	3,600,000
Subsidy for retirees with the PEBP	1,500,000	-	-	-	-	1,500,000
Teacher contract liability	7,300,000	-	-	-	-	7,300,000
ESEA employee group insurance reserve	7,273,437	-	-	-	-	7,273,437
School empowerment implementation	5,000,000	-	-	-	-	5,000,000
Region funding formula implementation	2,000,000	-	-	-	-	2,000,000
Career plan health insurance subsidy	2,500,000	-	-	-	-	2,500,000
Capital improvements	-	-	-	132,156,084	-	132,156,084
Undesignated	36,437,527	(31,212)	-	-	-	36,406,315
Special Revenue Funds:						
Undesignated	-	-	-	-	61,576,943	61,576,943
Capital Projects Funds:						
Designated for:						
Capital improvements	-	-	-	-	109,947,434	109,947,434
Capital replacement	-	-	-	-	7,048,143	7,048,143
Total fund balances	143,564,533	-	463,831,179	462,632,363	179,167,898	1,249,195,973
TOTAL LIABILITIES AND FUND BALANCES	\$ 345,562,019	\$ 28,682,260	\$ 467,085,246	\$ 534,604,453	\$ 224,728,511	\$ 1,600,662,489

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2006

Total fund balance – governmental funds

\$ 1,249,195,973

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets net of the related depreciation are not reported in the governmental funds financial statements because they are not current financial resources, but they are reported in the statement of net assets.

3,845,959,532

Certain long-term assets are not reported in this fund financial statement because they are not available to pay current period expenditures, but they are reported as assets in the statement of net assets.

30,618,561

Certain liabilities are not reported in the governmental funds financial statements because they are not due and payable, but they are presented as liabilities in the statement of net assets.

(3,708,363,105)

Assets and liabilities of the District's Insurance and Risk Management Internal Service Fund and the Graphic Arts Production Internal Service Fund are not reported in the governmental funds financial statements because they are presented on a different accounting basis, but they are presented as assets and liabilities in the statement of net assets.

20,797,971

Total net assets – governmental activities

\$ 1,438,208,932

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	MAJOR FUNDS				Other Governmental Funds	Total Governmental Funds
	General Fund	Special Education Fund	Debt Service Fund	Bond Fund		
REVENUES:						
Local sources	\$ 1,228,656,581	\$ 1,259	\$ 336,500,915	\$ 151,717,701	\$ 42,139,864	\$ 1,759,016,320
State sources	359,233,607	57,270,732	-	-	148,720,498	565,224,837
Federal sources	14,655	-	-	-	133,477,922	133,492,577
Other sources	556,262	-	-	-	11,545,154	12,101,416
TOTAL REVENUES	1,588,461,105	57,271,991	336,500,915	151,717,701	335,883,438	2,469,835,150
EXPENDITURES:						
Current:						
Instruction:						
Regular instruction	764,728,013	-	-	23,732,656	167,417,778	955,878,447
Special instruction	18,596,640	185,040,195	-	-	20,579,867	224,216,702
Vocational instruction	7,602,962	-	-	-	2,280,549	9,883,511
Adult instruction	-	-	-	-	6,170,959	6,170,959
Other instruction	6,511,393	-	-	-	21,639	6,533,032
Support services:						
Student support	56,220,468	13,701,249	-	-	12,735,654	82,657,371
Instructional staff support	69,075,599	4,320,377	-	2,939,943	31,177,418	107,513,337
Educational media services	-	-	-	-	4,058,361	4,058,361
General administration	20,426,692	8,076	-	-	22,265,623	42,700,391
School administration	148,314,485	97,066	-	-	110,776	148,522,327
Central services	56,011,869	596,462	-	2,923,388	5,699,195	65,230,914
Operation and maintenance of plant services	193,681,306	30,050	-	432,120	9,631,946	203,775,422
Student transportation	60,100,020	35,863,318	-	-	1,219,879	97,183,217
Other support services	-	-	-	-	3,491,425	3,491,425
Facilities acquisition and construction services	15,141,048	-	-	-	260,965	15,402,013
Capital outlay:	-	-	-	519,311,911	17,636,268	536,948,179
Debt service:						
Principal	5,115,000	-	181,755,000	-	-	186,870,000
Interest	2,671,050	-	176,314,026	-	-	178,985,076
Purchased services	-	-	541,795	-	-	541,795
Bond issuance costs	-	-	655,440	-	-	655,440
TOTAL EXPENDITURES	1,424,196,545	239,656,793	359,266,261	549,340,018	304,758,302	2,877,217,919
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	164,264,560	(182,384,802)	(22,765,346)	(397,622,317)	31,125,136	(407,382,769)
OTHER FINANCING SOURCES (USES):						
Transfers in	10,000,000	182,384,802	63,054,220	-	3,894,448	259,333,470
Transfers out	(186,279,250)	-	-	(63,054,220)	-	(249,333,470)
General obligation bonds issued	-	-	-	500,000,000	-	500,000,000
General obligation refunding bonds issued	-	-	153,925,000	-	-	153,925,000
Premiums on general obligation bonds	-	-	9,122,051	28,782,930	-	37,904,981
Payment to refunded bond escrow agent	-	-	(162,379,905)	-	-	(162,379,905)
TOTAL OTHER FINANCING SOURCES (USES)	(176,279,250)	182,384,802	63,721,366	465,728,710	3,894,448	539,450,076
NET CHANGE IN FUND BALANCES	(12,014,690)	-	40,956,020	68,106,393	35,019,584	132,067,307
FUND BALANCES, JULY 1	155,579,223	-	422,875,159	394,525,970	144,148,314	1,117,128,666
FUND BALANCES, JUNE 30	\$ 143,564,533	\$ -	\$ 463,831,179	\$ 462,632,363	\$ 179,167,898	\$ 1,249,195,973

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Net change in fund balances – governmental funds **\$ 132,067,307**

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. 400,222,509

Property taxes that are collected in time to pay obligations of the current period are reported as revenue in the fund statements. However, amounts that relate to prior periods that first become available in the current period should not be reported as revenue in the statement of activities. 447,251

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. (339,720,931)

The net revenues of the District's Insurance and Risk Management Internal Service Fund and the Graphic Arts Production Internal Service Fund are not reported in this financial statement because they are presented on a different accounting basis (in the proprietary fund financial statements), but they are presented in the statement of activities. 1,759,094

Generally expenditures recognized in the fund financial statements are limited to only those that use current financial resources, but expenses are recognized in the statement of activities when incurred. 28,846,711

Gains and losses are not presented in this financial statement because they do not provide or use current financial resources, but they are presented in the statement of activities. (9,645,818)

Change in net assets of governmental activities **\$ 213,976,123**

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
REVENUES:					
Local sources:					
Local school support tax	\$ 743,787,293	\$ 754,908,984	\$ 722,039,234	\$ 11,121,691	\$ (32,869,750)
Ad valorem taxes	411,267,726	437,136,736	426,886,954	25,869,010	(10,249,782)
Governmental services tax	58,713,183	59,913,000	57,571,506	1,199,817	(2,341,494)
Two percent franchise tax	2,987,007	1,800,000	1,802,644	(1,187,007)	2,644
E-rate reimbursements	1,500,000	1,500,000	82,377	-	(1,417,623)
School project contributions	4,352,090	4,600,000	3,627,262	247,910	(972,738)
Local government taxes	1,528,027	2,031,280	1,319,874	503,253	(711,406)
Tuition and summer school fees	3,507,574	2,700,000	3,914,649	(807,574)	1,214,649
Athletic proceeds	943,688	1,000,000	1,098,623	56,312	98,623
Other local sources	394,350	800,000	1,029,118	405,650	229,118
Investment income:					
Net increase in the fair value of investments	-	1,500,000	2,763,350	1,500,000	1,263,350
Interest Income	4,062,883	3,700,000	6,520,990	(362,883)	2,820,990
Total local sources	1,233,043,821	1,271,590,000	1,228,656,581	38,546,179	(42,933,419)
State sources:					
State distributive fund	343,707,839	307,347,000	340,844,107	(36,360,839)	33,497,107
State special appropriations	7,256,568	20,548,000	18,389,500	13,291,432	(2,158,500)
Total state sources	350,964,407	327,895,000	359,233,607	(23,069,407)	31,338,607
Federal sources:					
Public Law 103 - 382	609,500	505,000	-	(104,500)	(505,000)
Forest reserve	11,000	10,000	14,655	(1,000)	4,655
Total federal sources	620,500	515,000	14,655	(105,500)	(500,345)
Other sources:					
Sales of district property	265,000	450,000	309,303	185,000	(140,697)
Proceeds from insurance	150,000	-	246,959	(150,000)	246,959
Total other sources	415,000	450,000	556,262	35,000	106,262
TOTAL REVENUES	1,585,043,728	1,600,450,000	1,588,461,105	15,406,272	(11,988,895)
EXPENDITURES:					
Current:					
REGULAR PROGRAMS:					
Instruction:					
Salaries	524,183,443	533,685,860	515,731,369	(9,502,417)	17,954,491
Benefits	174,467,585	188,159,535	176,350,379	(13,691,950)	11,809,156
Purchased services	14,553,862	11,275,631	9,421,395	3,278,231	1,854,236
Supplies	46,401,860	56,962,376	56,587,661	(10,560,516)	374,715
Property	3,942,182	8,456,622	6,228,500	(4,514,440)	2,228,122
Other	3,607,000	832,872	408,709	2,774,128	424,163
Total instruction	767,155,932	799,372,896	764,728,013	(32,216,964)	34,644,883
Support services:					
Student transportation:					
Purchased services	326,320	667,161	664,726	(340,841)	2,435

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued:					
Other support services:					
Salaries	\$ 29,252,458	\$ 31,580,956	\$ 30,969,485	\$ (2,328,498)	\$ 611,471
Benefits	9,174,938	9,761,722	9,599,607	(586,784)	162,115
Purchased services	178,577	69,763	452,315	108,814	(382,552)
Supplies	2,549,311	2,216,470	2,650,462	332,841	(433,992)
Property	40,000	103,295	44,651	(63,295)	58,644
Other	17,256	52,509	35,988	(35,253)	16,521
Total other support services	41,212,540	43,784,715	43,752,508	(2,572,175)	32,207
Total support services	41,538,860	44,451,876	44,417,234	(2,913,016)	34,642
TOTAL REGULAR PROGRAMS	808,694,792	843,824,772	809,145,247	(35,129,980)	34,679,525
SPECIAL PROGRAMS:					
Instruction:					
Salaries	14,326,992	14,356,203	14,154,559	(29,211)	201,644
Benefits	4,433,599	4,381,709	4,263,272	51,890	118,437
Purchased services	19,000	56,000	49,609	(37,000)	6,391
Supplies	137,324	224,324	129,200	(87,000)	95,124
Total instruction	18,916,915	19,018,236	18,596,640	(101,321)	421,596
Support services:					
Salaries	3,131,323	2,242,886	2,093,331	888,437	149,555
Benefits	817,828	721,839	659,664	95,989	62,175
Purchased services	164,200	915,510	815,006	(751,310)	100,504
Supplies	734,500	311,000	274,414	423,500	36,586
Property	100,000	40,000	9,386	60,000	30,614
Other	11,400	11,400	8,682	-	2,718
Total support services	4,959,251	4,242,635	3,860,483	716,616	382,152
TOTAL SPECIAL PROGRAMS	23,876,166	23,260,871	22,457,123	615,295	803,748
VOCATIONAL PROGRAMS:					
Instruction:					
Salaries	5,954,912	5,604,331	5,292,141	350,581	312,190
Benefits	1,847,582	1,831,918	1,759,525	15,664	72,393
Purchased services	16,565	27,410	24,520	(10,845)	2,890
Supplies	344,314	473,499	502,664	(129,185)	(29,165)
Property	39,752	43,653	22,378	(3,901)	21,275
Other	-	1,734	1,734	(1,734)	-
Total instruction	8,203,125	7,982,545	7,602,962	220,580	379,583
Support services:					
Student transportation:	-	8,084	8,084	(8,084)	-
Purchased services	-	-	-	-	-

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued:					
Other support services:					
Purchased services	\$ 5,000	\$ 5,719	\$ 3,227	\$ (719)	\$ 2,492
Supplies	23,400	34,629	35,460	(11,229)	(831)
Property	-	1,700	1,747	(1,700)	(47)
Total other support services	28,400	42,048	40,434	(13,648)	1,614
Total support services	28,400	50,132	48,518	(21,732)	1,614
TOTAL VOCATIONAL PROGRAMS	8,231,525	8,032,677	7,651,480	198,848	381,197
OTHER INSTRUCTIONAL PROGRAMS:					
School co-curricular activities:					
Instruction:					
Salaries	1,359,221	1,228,655	1,132,296	130,566	96,359
Benefits	428,783	461,929	493,091	(33,146)	(31,162)
Purchased services	1,626,774	1,729,068	1,508,260	(102,294)	220,808
Supplies	2,267,393	2,335,002	2,015,097	(67,609)	319,905
Property	20,811	121,234	139,662	(100,423)	(18,428)
Other	145,600	168,757	190,605	(23,157)	(21,848)
Total instruction	5,848,582	6,044,645	5,479,011	(196,063)	565,634
Support services:					
Student transportation:					
Purchased services	1,804,560	2,119,118	1,879,317	(314,558)	239,801
Other support services:					
Salaries	435,569	402,985	359,712	32,584	43,273
Benefits	87,484	89,026	75,559	(1,542)	13,467
Purchased services	251,460	243,477	223,444	7,983	20,033
Supplies	151,050	180,205	166,658	(29,155)	13,547
Other	24,750	28,183	25,983	(3,433)	2,200
Total other support services	950,313	943,876	851,356	6,437	92,520
Total support services	2,754,873	3,062,994	2,730,673	(308,121)	332,321
Total school co-curricular activities	8,603,455	9,107,639	8,209,684	(504,184)	897,955
Summer school:					
Instruction:					
Salaries	1,193,598	1,196,524	981,283	(2,926)	215,241
Benefits	27,811	27,881	29,061	(70)	(1,180)
Purchased services	9,999	9,999	18,224	-	(8,225)
Supplies	11,000	30,490	3,816	(19,490)	26,674
Total instruction	1,242,408	1,264,894	1,032,384	(22,486)	232,510

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued:					
Support services:					
Salaries	\$ 98,998	\$ 99,032	\$ 58,508	\$ (34)	\$ 40,524
Benefits	2,308	2,308	1,355	-	953
Purchased services	19,515	7,695	16,618	11,820	(8,923)
Supplies	3,393	3,393	-	-	3,393
Total support services	124,214	112,428	76,481	11,786	35,947
Total summer school	1,366,622	1,377,322	1,108,865	(10,700)	268,457
TOTAL OTHER INSTRUCTIONAL PROGRAMS	9,970,077	10,484,961	9,318,549	(514,884)	1,166,412
UNDISTRIBUTED EXPENDITURES:					
Support services:					
Student support:					
Salaries	42,838,783	42,095,446	41,777,209	743,337	318,237
Benefits	13,921,652	13,879,522	13,600,731	42,130	278,791
Purchased services	204,985	190,244	149,067	14,741	41,177
Supplies	860,519	555,371	508,299	305,148	47,072
Property	16,000	25,906	21,668	(9,906)	4,238
Other	6,761	15,291	14,089	(8,530)	1,202
Total student support	57,848,700	56,761,780	56,071,063	1,086,920	690,717
Instructional staff support:					
Salaries	11,338,833	11,430,853	10,793,802	(92,020)	637,051
Benefits	3,241,286	3,306,024	3,063,450	(64,738)	242,574
Purchased services	3,651,383	4,463,033	4,146,458	(811,650)	316,575
Supplies	3,656,377	2,419,632	2,255,368	1,236,745	164,264
Property	9,500	1,045,915	1,596,694	(1,036,415)	(550,779)
Other	533,230	323,795	317,552	209,435	6,243
Total instructional staff support	22,430,609	22,989,252	22,173,324	(558,643)	815,928
General administration:					
Salaries	7,468,169	9,001,655	8,406,909	(1,533,486)	594,746
Benefits	2,156,246	2,352,852	2,369,968	(196,606)	(17,116)
Purchased services	10,006,742	8,705,236	7,487,033	1,301,506	1,218,203
Supplies	170,897	341,757	387,839	(170,860)	(46,082)
Property	1,000	143,011	116,816	(142,011)	26,195
Other	366,571	313,042	249,472	53,529	63,570
Total general administration	20,169,625	20,857,553	19,018,037	(687,928)	1,839,516
School administration:					
Salaries	113,964,743	112,649,318	112,518,986	1,315,425	130,332
Benefits	34,468,062	35,294,879	34,847,750	(826,817)	447,129
Purchased services	1,055,573	868,930	871,544	186,643	(2,614)
Supplies	180	180	2,692	-	(2,512)
Total school administration	149,488,558	148,813,307	148,240,972	675,251	572,335

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued:					
Central services:					
Salaries	\$ 23,027,160	\$ 21,195,696	\$ 21,091,750	\$ 1,831,464	\$ 103,946
Benefits	17,752,983	9,165,925	8,744,218	8,587,058	421,707
Purchased services	13,679,870	18,453,220	19,003,725	(4,773,350)	(550,505)
Supplies	1,675,969	1,537,457	1,883,345	138,512	(345,888)
Property	8,820,751	4,647,582	4,477,293	4,173,169	170,289
Other	1,755,563	1,486,957	811,539	268,606	675,418
Total central services	66,712,296	56,486,837	56,011,870	10,225,459	474,967
Operation and maintenance of plant services:					
Salaries	85,812,407	86,165,117	84,775,794	(352,710)	1,389,323
Benefits	29,324,598	28,268,306	27,460,962	1,056,292	807,344
Purchased services	27,950,153	26,281,993	25,883,434	1,668,160	398,559
Supplies	59,340,065	54,695,356	51,741,744	4,644,709	2,953,612
Property	2,922,068	3,011,288	3,393,861	(89,220)	(382,573)
Other	41,969	1,821,615	378,094	(1,779,646)	1,443,521
Total operation and maintenance of plant services	205,391,260	200,243,675	193,633,889	5,147,585	6,609,786
Student transportation:					
Salaries	26,959,571	24,583,016	24,061,310	2,376,555	521,706
Benefits	9,380,193	8,187,689	7,842,136	1,192,504	345,553
Purchased services	644,076	748,543	504,908	(104,467)	243,635
Supplies	5,673,324	3,050,023	3,063,418	2,623,301	(13,395)
Property	-	22,158,163	22,026,061	(22,158,163)	132,102
Other	69,109	75,193	50,060	(6,084)	25,133
Total student transportation	42,726,273	58,802,627	57,547,893	(16,076,354)	1,254,734
Facilities acquisition and construction services:					
Site improvements:					
Salaries	-	83,000	83,141	(83,000)	(141)
Benefits	-	17,000	17,756	(17,000)	(756)
Purchased services	-	1,400,000	1,383,516	(1,400,000)	16,484
Total site improvements	-	1,500,000	1,484,413	(1,500,000)	15,587
Building acquisition and construction:					
Property	8,000,000	6,500,000	6,356,431	1,500,000	143,569
Building improvements:					
Salaries	1,192,543	750,000	642,451	442,543	107,549
Benefits	357,754	-	94,555	357,754	(94,555)
Purchased services	489,200	5,000,000	4,622,716	(4,510,800)	377,284
Supplies	18,500	-	148,515	18,500	(148,515)
Property	-	-	-	-	-
Other	20,000	-	-	20,000	-
Total building improvements	2,077,997	5,750,000	5,508,237	(3,672,003)	241,763

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued:					
Other facilities acquisition and construction:					
Supplies	\$ -	\$ 1,000,000	\$ 930,664	\$ (1,000,000)	\$ 69,336
Property	-	800,000	861,303	(800,000)	(61,303)
Total other facilities acquisition and construction	-	1,800,000	1,791,967	(1,800,000)	8,033
Total facilities acquisition and construction services	10,077,997	15,550,000	15,141,048	(5,472,003)	408,952
Debt service:					
Principal	3,286,050	5,120,870	5,115,000	(1,834,820)	5,870
Interest	-	2,669,130	2,671,050	(2,669,130)	(1,920)
Total debt service	3,286,050	7,790,000	7,786,050	(4,503,950)	3,950
TOTAL UNDISTRIBUTED EXPENDITURES	578,131,368	588,295,031	575,624,146	(10,163,663)	12,670,885
TOTAL EXPENDITURES	1,428,903,928	1,473,898,312	1,424,196,545	(44,994,384)	49,701,767
EXCESS OF REVENUES OVER EXPENDITURES	156,139,800	126,551,688	164,264,560	(29,588,112)	37,712,872
OTHER FINANCING SOURCES (USES):					
Transfers in	1,800,000	-	10,000,000	(1,800,000)	10,000,000
Transfers out	(188,582,434)	(186,046,000)	(186,279,250)	2,536,434	(233,250)
TOTAL OTHER FINANCING SOURCES (USES)	(186,782,434)	(186,046,000)	(176,279,250)	736,434	9,766,750
NET CHANGE IN FUND BALANCE	(30,642,634)	(59,494,312)	(12,014,690)	(28,851,678)	47,479,622
FUND BALANCE, JULY 1	112,569,657	155,579,223	155,579,223	43,009,566	-
FUND BALANCE, JUNE 30	\$ 81,927,023	\$ 96,084,911	\$ 143,564,533	\$ 14,157,888	\$ 47,479,622

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
MAJOR SPECIAL REVENUE FUND - SPECIAL EDUCATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
REVENUES:					
Local sources:					
Other local sources	\$ -	\$ -	\$ 1,259	\$ -	\$ 1,259
State sources:					
State distributive fund	56,586,615	56,780,000	57,270,732	193,385	490,732
TOTAL REVENUES	56,586,615	56,780,000	57,271,991	193,385	491,991
EXPENDITURES:					
Current:					
SPECIAL PROGRAMS:					
Instruction:					
Salaries	139,491,718	132,450,000	133,678,406	7,041,718	(1,228,406)
Benefits	48,061,730	47,335,000	46,249,443	726,730	1,085,557
Purchased services	2,149,564	3,225,000	2,612,850	(1,075,436)	612,150
Supplies	3,233,565	2,305,000	2,418,502	928,565	(113,502)
Property	1,600	85,000	80,396	(83,400)	4,604
Other	1,000	1,000	598	-	402
Total instruction	192,939,177	185,401,000	185,040,195	7,538,177	360,805
Support services:					
Student transportation:					
Salaries	6,000	6,000	4,356	-	1,644
Benefits	140	-	28	140	(28)
Purchased services	510,487	53,000	19,798	457,487	33,202
Total student transportation	516,627	59,000	24,182	457,627	34,818
Other support services:					
Salaries	14,101,621	13,210,000	13,279,974	891,621	(69,974)
Benefits	4,281,550	4,370,000	3,980,936	(88,450)	389,064
Purchased services	856,163	555,000	652,357	301,163	(97,357)
Supplies	399,480	390,000	481,750	9,480	(91,750)
Property	8,000	295,000	323,082	(287,000)	(28,082)
Other	34,671	35,000	35,180	(329)	(180)
Total other support services	19,681,485	18,855,000	18,753,279	826,485	101,721
Total support services	20,198,112	18,914,000	18,777,461	1,284,112	136,539
TOTAL SPECIAL PROGRAMS	213,137,289	204,315,000	203,817,656	8,822,289	497,344
UNDISTRIBUTED EXPENDITURES:					
Support services:					
Student transportation:					
Salaries	21,593,205	24,895,000	24,452,887	(3,301,795)	442,113
Benefits	7,559,485	8,230,000	8,089,895	(670,515)	140,105
Purchased services	96,516	65,000	31,975	31,516	33,025
Supplies	1,960,500	2,975,000	3,264,380	(1,014,500)	(289,380)
TOTAL UNDISTRIBUTED EXPENDITURES	31,209,706	36,165,000	35,839,137	(4,955,294)	325,863
TOTAL EXPENDITURES	244,346,995	240,480,000	239,656,793	3,866,995	823,207
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(187,760,380)	(183,700,000)	(182,384,802)	4,060,380	1,315,198

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR SPECIAL REVENUE FUND - SPECIAL EDUCATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
OTHER FINANCING SOURCES:					
Transfers in	\$ 187,760,380	\$ 183,700,000	\$ 182,384,802	\$ (4,060,380)	\$ (1,315,198)
NET CHANGE IN FUND BALANCE	-	-	-	-	-
FUND BALANCE, JULY 1	-	-	-	-	-
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ -	\$ -	\$ -

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2006

	Business-type Activities Food Service Enterprise Fund	Governmental Activities Internal Service Funds	Total
<u>ASSETS</u>			
Current assets:			
Pooled cash and investments	\$ 21,598,262	\$ 31,033,700	\$ 52,631,962
Accounts receivable	2,582,390	18,853	2,601,243
Interest receivable	-	157,225	157,225
Inventories	4,570,930	-	4,570,930
Prepays	12,425	10,420	22,845
Total current assets	28,764,007	31,220,198	59,984,205
Noncurrent assets:			
Restricted pooled cash and investments:			
Certificate of deposit for self-insurance	-	5,857,000	5,857,000
Capital assets, net of accumulated depreciation	8,930,918	1,056,008	9,986,926
Total noncurrent assets:	8,930,918	6,913,008	15,843,926
TOTAL ASSETS	37,694,925	38,133,206	75,828,131
<u>LIABILITIES</u>			
Current liabilities:			
Accounts payable	836,396	1,153,502	1,989,898
Accrued salaries and benefits	1,132,907	94,471	1,227,378
Liability insurance claims payable	-	6,661,904	6,661,904
Workers compensation claims payable	-	9,263,275	9,263,275
Compensated absences liability - current	550,165	120,460	670,625
Total current liabilities:	2,519,468	17,293,612	19,813,080
Noncurrent liabilities:			
Compensated absences liability	239,115	41,623	280,738
TOTAL LIABILITIES	2,758,583	17,335,235	20,093,818
<u>NET ASSETS</u>			
Invested in capital assets	8,930,918	1,056,008	9,986,926
Restricted for certificate of deposit for self-insurance	-	5,857,000	5,857,000
Unrestricted	26,005,424	13,884,963	39,890,387
TOTAL NET ASSETS	\$ 34,936,342	\$ 20,797,971	\$ 55,734,313

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Business-type Activities Food Service Enterprise Fund	Governmental Activities Internal Service Funds	Total
<u>OPERATING REVENUES:</u>			
Charges for sales and services:			
Daily food sales	\$ 24,035,678	\$ -	\$ 24,035,678
Catering sales	1,095,033	-	1,095,033
Graphic production sales	-	4,091,627	4,091,627
Insurance premiums	-	14,514,930	14,514,930
Subrogation claims	-	168,701	168,701
TOTAL OPERATING REVENUES	25,130,711	18,775,258	43,905,969
<u>OPERATING EXPENSES:</u>			
Salaries	22,650,072	1,661,159	24,311,231
Benefits	7,850,387	539,684	8,390,071
Purchased services	2,204,371	5,409,680	7,614,051
Food and supplies	36,444,749	639,146	37,083,895
Property	657,772	40,557	698,329
Insurance claims	-	264,799	264,799
Depreciation	857,423	57,085	914,508
Other expenses	1,733,909	12,784	1,746,693
TOTAL OPERATING EXPENSES	72,398,683	8,624,894	81,023,577
OPERATING INCOME (LOSS)	(47,267,972)	10,150,364	(37,117,608)
<u>NON-OPERATING REVENUES (EXPENSES):</u>			
Federal subsidies	43,420,382	-	43,420,382
Commodity revenue	3,075,003	-	3,075,003
State matching funds	428,852	-	428,852
Loss on disposal of assets	(2,125)	(1,936)	(4,061)
Other revenue	11,437	-	11,437
Investment income:			
Net increase in the fair value of investments	205,282	438,263	643,545
Interest income	450,386	1,161,709	1,612,095
TOTAL NON-OPERATING REVENUES (EXPENSES)	47,589,217	1,598,036	49,187,253
CHANGE IN NET ASSETS BEFORE TRANSFERS	321,245	11,748,400	12,069,645
Transfers in	509,102	10,694	519,796
Transfers out	-	(10,000,000)	(10,000,000)
TOTAL TRANSFERS	509,102	(9,989,306)	(9,480,204)
CHANGE IN NET ASSETS	830,347	1,759,094	2,589,441
NET ASSETS, JULY 1	34,105,995	19,038,877	53,144,872
NET ASSETS, JUNE 30	\$ 34,936,342	\$ 20,797,971	\$ 55,734,313

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Business-type Activities Food Service Enterprise Fund	Governmental Activities Internal Service Funds	Total
Cash flows from operating activities:			
Cash received from customers	\$ 24,026,708	\$ 18,785,004	\$ 42,811,712
Cash received from other operating sources	1,095,033	168,701	1,263,734
Cash paid for services and supplies	(37,092,593)	(5,310,830)	(42,403,423)
Cash paid for other operating uses	(1,733,909)	(7,404,959)	(9,138,868)
Cash paid to employees	(30,074,181)	(2,160,211)	(32,234,392)
Net cash provided by (used in) operating activities	(43,778,942)	4,077,705	(39,701,237)
Cash flows from capital and related financing activities:			
Purchase of equipment	(369,939)	(710,735)	(1,080,674)
Cash flows from noncapital financing activities:			
Federal reimbursements	43,467,387	-	43,467,387
Miscellaneous revenue	11,437	-	11,437
State matching funds	428,852	-	428,852
Transfer to other funds	-	(10,000,000)	(10,000,000)
Net cash provided (used) by noncapital financing activities	43,907,676	(10,000,000)	33,907,676
Cash flows from investing activities:			
Interest income	450,386	1,017,233	1,467,619
Net increase in the fair value of investments	205,282	438,263	643,545
Sale of restricted investments	-	5,666,000	5,666,000
Purchase of restricted investments	-	(5,857,000)	(5,857,000)
Net cash provided by investing activities	655,668	1,264,496	1,920,164
Net increase (decrease) in cash and cash equivalents	414,463	(5,368,534)	(4,954,070)
Cash and cash equivalents, July 1	21,183,799	36,402,234	57,586,033
Cash and cash equivalents, June 30	21,598,262	31,033,700	52,631,963
Restricted investments	-	5,857,000	5,857,000
Cash, cash equivalents, and restricted investments	\$ 21,598,262	\$ 36,890,700	\$ 58,488,963
Reconciliation of operating loss to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (47,267,972)	\$ 10,150,364	\$ (37,117,608)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:			
Depreciation	857,423	57,085	914,508
Commodity inventory used	3,075,003	-	3,075,003
Change in assets and liabilities:			
(Increase)/decrease in accounts receivable	(8,970)	178,447	169,477
(Increase)/decrease in inventories	(466,049)	-	(466,049)
(Increase)/decrease in prepaids	(4,183)	7,788	3,605
Increase/(decrease) in accounts payable	(390,472)	774,183	383,711
Increase/(decrease) in workers compensation claims payable	-	(3,704,830)	(3,704,830)
Increase/(decrease) in liability insurance claims payable	-	(3,425,964)	(3,425,964)
Increase/(decrease) in liability for compensated absences	112,990	29,992	142,982
Increase/(decrease) in accrued salaries and benefits	313,288	10,640	323,928
Total adjustments	3,489,030	(6,072,659)	(2,583,629)
Net cash provided by (used in) operating activities	\$ (43,778,942)	\$ 4,077,705	\$ (39,701,237)
Noncash capital and financing activities:			
Contribution of capital assets ¹	\$ 509,102	\$ 10,694	\$ 519,796
Commodity revenue ²	\$ 3,075,003	\$ -	\$ 3,075,003

¹ Contribution of capital assets represents an increase in capital assets contributed from governmental funds that did not affect cash

² The District received the equivalent of \$3,075,003 in fair market value of commodity food inventory from the federal government. The net effect of this non-cash transaction increased the value of inventory. Consumption of commodity revenue throughout the year resulted in a reduction of inventory and a charge to operating expenses.

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
JUNE 30, 2006

	STUDENT ACTIVITY AGENCY FUND
<u>ASSETS</u>	
Cash in bank	<u>\$ 16,529,587</u>
<u>LIABILITIES</u>	
Due to student groups	<u>\$ 16,529,587</u>

The notes to the financial statements are an integral part of this statement.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

The accompanying financial statements include all of the activities that comprise the financial reporting entity of the Clark County School District ("District"). The District is governed by an elected, seven member, Board of School Trustees ("Board"). The Board is legally separate and fiscally independent from other governing bodies; therefore, the District is a primary government and is not reported as a component unit by any other governmental unit. The accounting policies of the District conform to generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial principles.

Blended Component Unit

The District is licensee for the local Public Broadcasting System affiliate, the KLVX Communications Group ("KLVX"). Because the Board is substantively the same as the governing body for KLVX, there is sufficient representation of the District's governing body over KLVX to allow for complete control of KLVX's activities. Therefore, the financial activities of KLVX are included in these statements as a blended component unit. Blended component units, although legally separate, are, in substance, part of the government's operations. Separately issued financial statements for KLVX can be obtained by contacting their financial department at the following address:

KLVX Communications Group
4210 Channel 10 Drive
Las Vegas, NV 89119

A summary of the District's significant accounting policies follows.

BASIC FINANCIAL STATEMENTS

The District's basic financial statements consist of the government-wide statements and the fund financial statements. The government-wide statements include a statement of net assets and a statement of activities, and the fund financial statements include financial information for the three fund types: governmental, proprietary and fiduciary. Reconciliations between the fund statements, the statement of net assets, and the statement of activities are also included along with statements of revenues, expenditures and changes in fund balances for the District's General Fund and its major special revenue fund, the Special Education Fund.

Government-wide Financial Statements

The government-wide financial statements are made up of the statement of net assets and the statement of activities. These statements include the aggregated financial information of the District as a whole, except for fiduciary activity. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. As a general rule, the effect of interfund activity has been removed from these statements, however, any interfund services provided and used are not eliminated in the process of consolidation.

The statement of net assets presents the consolidated financial position of the District at year-end, in separate columns, for both governmental and business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or program are offset by program revenues. Direct expenses are those that are specifically associated with a program or service and are, therefore, clearly identifiable to a particular function. Program revenues include operating and capital grants and contributions and investment earnings legally restricted to support a specific program. Taxes and other revenues properly not included among program revenues are reported instead as general revenues. This statement provides a net cost or net revenue of specific programs and functions within the District. Those

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

functions with a net cost are generally dependent on general-purpose tax revenues, such as property tax, to remain operational.

Fund Financial Statements

The financial accounts of the District are organized on the basis of funds each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts comprised of assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

The presentation emphasis in the fund financial statements is on major funds, for both governmental and enterprise funds. Major funds are determined based on minimum criteria set forth in GASB Statement Number 34. Major individual governmental funds and major individual enterprise funds are required to be reported in separate columns on the fund financial statements. However, currently the District has no major enterprise funds. The District may also display other funds as major funds if it believes the presentation will provide useful information to the users of the financial statements, which is the case with the District's Special Education Fund.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND BASIS OF PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Gross receipts and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are then recognized as revenue. The government considers property tax revenues to be "available" if they are collected within 60 days of the end of the current fiscal period. Anticipated refunds of taxes are recorded as liabilities and reductions of revenue when they are measurable and the payment seems certain. In general, expenditures are recorded when liabilities are incurred. The exception to this rule is that principal and interest on debt service, as well as liabilities related to compensated absences and claims and judgments, are recorded when payment is due.

In addition, the District's agency fund is reported under the full accrual basis of accounting.

The major revenue sources of the District include state distributive fund revenues, local school support taxes, ad valorem taxes, real estate transfer taxes, room taxes, interest income, and the governmental services tax.

All of the District's major funds are governmental funds. The District reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the District. It is used to account for all resources and cost of operations traditionally associated with governments, which are not required to be accounted for in other funds.

Special Education Fund - The Special Education Fund accounts for transactions of the District relating to educational services provided to children with special needs as supported by state and local sources.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Debt Service Fund - The Debt Service Fund is used to account for the collection of revenues, payment of principal and interest, and the cost of operations associated with debt service for general obligation debt.

Bond Fund - The Bond Fund accounts for the costs of capital improvements and constructing major capital facilities paid for by bond proceeds, related interest earnings, and proceeds from real estate transfer taxes and room taxes.

Additionally the District reports the following fund types:

Proprietary Funds

Enterprise Fund - The enterprise fund is used to account for operations financed and operated in a manner similar to a private business enterprise - where the intent of the governing body is for the cost (expenses, including depreciation) of providing goods and services to the schools and other locations on a continuing basis to be financed or recovered primarily through charges or fees to customers. Currently, the District has one enterprise fund.

Food Service Enterprise Fund - The Food Service Enterprise Fund accounts for transactions relating to food services provided to schools and other locations. Support is provided by customer fees and federal subsidies.

Internal Service Funds - Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the District on a cost reimbursement basis. Currently, there are two District Internal Service Funds.

Insurance and Risk Management Fund - The Insurance and Risk Management Fund accounts for transactions relating to insurance and risk management services provided to other District departments on a cost reimbursement basis.

Graphic Arts Production Fund - The Graphic Arts Production Fund accounts for transactions relating to printing services provided to other District departments on a cost reimbursement basis.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The District has elected not to follow this subsequent private-sector guidance.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's food service enterprise fund and of the District's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fiduciary Funds

Agency Fund – Agency funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. All assets reported in an agency fund are offset by a liability to the party on whose behalf they are held.

Student Activity Agency Fund – The District's Student Activity Agency Fund reports assets held in an agency capacity for student groups and organizations.

BUDGETS AND BUDGETARY ACCOUNTING

Nevada Statutes and District policies and regulations require that school districts legally adopt budgets for all funds except fiduciary funds. The budgets are filed as a matter of public record with the County Auditor, and the State Departments of Taxation and Education. The District staff uses the following procedures to establish, modify, and control the budgetary data reflected in the financial statements:

1. The statutes provide for the following timetable in adoption of budgets:
 - (a) Before April 15, the Superintendent of Schools submits to the Board of School Trustees a tentative budget for the upcoming fiscal year. The tentative budget includes proposed expenditures and the means to finance them.
 - (b) Before the third Wednesday in May, a minimum of seven days' notice of public hearing on the final budget is published in a local newspaper.
 - (c) Before June 8, the Board of School Trustees must adopt a final budget.
2. On or before January 1, the Board of School Trustees adopts an amended final budget reflecting any adjustments necessary as a result of the completed count of students.
3. NRS 354.615 provides that the Board of School Trustees may augment the budget at any time by a majority vote of the Board providing the Board publishes notice of its intention to act in a newspaper of general circulation in the county at least three days before the date set for adoption of the resolution.
4. NRS 354.598005 allows appropriations to be transferred within or among any functions or programs within a fund without an increase in total appropriations. If it becomes necessary during the course of the year to change any of the departmental budgets, transfers are initiated by department heads and approved by the appropriate administrator. Transfers within program or function classifications can be made with appropriate administrative approval. The Board of School Trustees is advised of transfers between funds, program, or function classifications and the transfers are recorded in the official Board minutes.
5. Budgeted appropriations may not be exceeded by actual expenditures of the various functions of the General Fund, Special Revenue and Capital Projects Funds. The sum of operating and non-operating expenses in the Enterprise and Internal Service Funds may not exceed total appropriations.
6. Generally, budgets for all funds are adopted in accordance with generally accepted accounting principles. Budgeted amounts reflected in the accompanying financial statements recognize amendments made during the year. Individual amendments were not material in relation to the original appropriation.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

7. All appropriations lapse at the end of the fiscal year. Encumbrances are re-appropriated in the ensuing fiscal year.

POOLED CASH AND INVESTMENTS

Cash includes cash deposited in interest-bearing accounts at banks and cash in custody of fiscal agents. Investments consist of United States Treasury bills and notes, government agency securities, banker's acceptances, commercial paper, negotiable certificates of deposit, money market mutual funds, and collateralized repurchase agreements. Investments are reported at fair value on the balance sheet. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties other than in a forced or liquidation sale. Changes in the fair value of District investments are part of investment income that is included in revenues from local sources. See **Note 3**.

CASH AND CASH EQUIVALENTS

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, non-negotiable certificates of deposit and short-term investments with original maturities of three months or less from the date of acquisition.

ACCOUNTS RECEIVABLE

Property Taxes

All property taxes collected within 60 days of year end are reported as accounts receivable as of June 30, 2006 as well as those taxes assessed but not yet received. The Clark County Treasurer, based on the assessed valuation at January 1st of each year, levies taxes on real property. A lien is placed on the property subject to the payment of taxes on July 1st of each year and the taxes are due on the third Monday in August. Taxes may be paid in quarterly installments on or before the third Monday in August, and the first Monday in October, January, and March. If not paid, the County Treasurer is authorized to hold the property for two years, subject to redemption upon payment of taxes, penalties, interest, and costs. If delinquent taxes are not paid within the redemption period, the County Treasurer obtains a property deed free of encumbrances. Upon receipt of a deed, the County Treasurer may sell the property to satisfy the tax lien. Article X, Section 2, of the Nevada Constitution limits the taxes levied by all units of Clark County to an amount not to exceed \$5 per \$100 of assessed valuation. The 1979 Nevada Legislature enacted provisions whereby starting July 1, 1979, the combined overlapping tax rate was limited to \$3.64 per \$100 of assessed value. The assessed value is annually adjusted.

INVENTORIES

Instructional materials and general supplies inventories (recorded in the General Fund) are valued at weighted average cost. Transportation supplies (recorded in the General Fund), food service inventories (recorded in the Enterprise Fund) and KLVX Communications Group inventories are valued using the first-in, first-out method. In all funds, the District follows the consumption method, thus, materials and supplies to be used in operations are reported as financial resources when acquired and recognized as expenditures when used. In the fund financial statements, the inventory amount is equally offset by a fund balance reservation indicating it is not an "available spendable resource".

PREPAIDS

Amounts listed as prepaid include fiscal year 2007 instructional materials and supplies received before June 30, 2006, and on hand at that date. These represent materials and supplies that will be recorded as expenditures in

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

fiscal year 2007. Prepaids are equally offset by a fund balance reservation indicating they are not "available spendable resources".

CAPITAL ASSETS

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. If purchased or constructed, all capital assets are recorded at historical cost or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are valued at their estimated fair value as of the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

<u>Capital Assets</u>	<u>Years</u>
Buildings	50
Building Improvements	20
Land Improvements	20
Vehicles	5
Heavy Trucks and Vans	7-10
Buses	10
Computer Hardware	7
Various Other Equipment	5-25

ACCRUED SALARIES AND BENEFITS

District salaries earned but not paid by June 30, 2006, have been accrued as liabilities and shown as expenditures for the current year.

LONG-TERM OBLIGATIONS

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs and deferred losses, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount and any deferred losses on refundings. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. Deferred losses related to refundings of debt are reported as a deferred charge component of bonds payable and are amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

COMPENSATED ABSENCES AND ACCUMULATED SICK LEAVE

Except for teachers and certain hourly employees, it is the District's policy to permit employees to accumulate earned but unused vacation leave. All employee groups are allowed to accumulate earned but unused sick leave. However, the District only pays limited accumulated sick leave to certain employees upon retirement.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

With no material liability for sick leave, nothing is recorded in the accompanying financial statements. All vacation pay is accrued when incurred in the government-wide and proprietary financial statements. A liability for these amounts is reported in governmental funds only if they have matured as a result of employee resignations and retirements.

FUND BALANCES

In the fund financial statements, reservations of fund balance represent amounts that are not subject to appropriation or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

NET ASSETS

In the government-wide statements, Net Assets on the Statement of Net Assets includes the following:

Invested in Capital Assets, net of Related Debt

This is the component of net assets that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

Restricted Net Assets

The component of net assets that reports the constraints placed on the use of assets by either external parties and / or enabling legislation. Currently, the District restricts assets related to its Debt Service Fund, assets related to its Capital Projects Funds, self-insurance deposits related to the District's worker's compensation program accounted for in the Insurance and Risk Management Fund and term endowments to KLVX.

Unrestricted

The component of net assets that is the difference between the assets and liabilities not reported in Invested in Capital Assets, Net of Related Debt and Restricted Assets.

It is the District's policy to expend restricted resources first and use unrestricted resources when the restricted resources have been depleted.

EARLY RETIREMENT BENEFITS

District Regulation 4370 provides a voluntary early retirement incentive program to all employees with an effective retirement date no later than December 31 of each year. If an employee retires with 15 to 29 years of service, has more than 110 days of unused sick leave, and receives pension benefits within 36 months from the last day of employment, the District will contribute toward certain benefits. These benefits are either of the following options:

1. A District contribution toward the purchase of retirement service credit in the Nevada Public Employees Retirement System, or
2. District payment of health insurance premiums until the value of the benefit is used. The amount of the early retirement benefit is expended annually from available resources.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

As noted in the previous section on compensated absences and accumulated sick leave, the amount of the liability relating to these benefits is not material.

Former District employees, who are receiving a pension benefit, are entitled to purchase health insurance as part of the District group policy.

COMPARATIVE TOTAL DATA AND RECLASSIFICATIONS

The District follows the data classification guidelines provided in the Financial Accounting Handbook from the Nevada Department of Education, in conjunction with the U. S. Department of Education publication *Financial Accounting for Local and State School Systems*. In accordance with the 2003 Edition Handbook, the District has made the following changes throughout its financial statements to reflect the proper classification of its expenditures in the 2005-06 fiscal year:

- The Student Activities program and Co-Curricular Activities program were combined into one program and named Co-Curricular Activities.
- The Business Support Services function and the Central Support Services function were combined into one function and named Central Services.

Comparative total data for the prior year has been presented in the accompanying fund financial statements to provide an understanding of changes in the District's financial position and results of operations. Certain amounts in the June 30, 2005 total columns have been reclassified for comparability with the current year.

USE OF ESTIMATES

The preparation of financial statements in conformity with United States generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

REVENUE LINE ITEM TITLES

Local sources are monies generated from local school support (sales tax), ad valorem (property taxes), real estate transfer taxes, room tax, governmental services tax, franchise tax, investment income, and athletic proceeds.

State sources are revenues paid by the State of Nevada to the District.

Federal sources are grants received from the federal government mostly for specific educational programs.

Other sources are monies including proceeds from the sale of fixed assets and other miscellaneous income.

EXPENDITURE LINE ITEM TITLES

The statements of revenues, expenditures, and changes in fund balances characterize expenditure data by major program classifications pursuant to the provisions of the Handbook II (Revised) Accounting System established by the Nevada Department of Education. Programs are further segregated by functional services provided within each program. Below is a brief description of these program and function classifications.

Programs:

Regular programs are activities designed to provide elementary and secondary students with learning experiences to prepare them as citizens, family members, and non-vocational workers.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Special programs are activities designed primarily to serve students having special needs. Special programs include services for the gifted and talented, mentally challenged, physically handicapped, emotionally disturbed, culturally different, learning disabled, bilingual, and special programs for other types of students at all levels.

Vocational programs are learning experiences that will provide individuals with the opportunity to develop the necessary knowledge, skills, and attitudes needed for occupational employment.

Other instructional programs are activities that provide elementary and secondary students with learning experiences in school-sponsored activities, athletics, and summer school.

Adult education programs are learning experiences designed to develop knowledge and skills to meet intermediate and long-range educational objectives for adults, who having completed or interrupted formal schooling, have accepted adult roles and responsibilities.

Vocational support programs are activities associated with the supervision and administration of vocational education programs.

Undistributed expenditures are charges not readily assignable to a specific program. Student and instructional staff support and overall general and administrative costs are classified as undistributed expenditures. Also included are costs of operating, maintaining, and constructing the physical facilities of the District.

Functions:

Instruction includes all activities dealing directly with the interaction between teachers and students, including the activities of aides or classroom assistants which assist in the instructional process.

Student support includes activities designed to assess and improve the well-being of students and to supplement the teaching process.

Instructional staff support includes activities associated with assisting the instructional staff with the content and process of providing learning experiences for students.

Educational media services are activities concerned with the use of all teaching and learning resources, including hardware and content materials. The activities of KLVX Channel 10 are included here.

General administration includes activities concerned with establishing and administering policy in connection with operating the District.

School administration includes activities concerned with overall administrative responsibility for a school. This includes principals, assistants and clerical staff involved in the supervision of operations at a school.

Central Services includes activities that support other administrative and instructional functions. In addition, this covers activities concerned with paying, transporting, exchanging and maintaining goods and services for the District. Also included are the fiscal and internal services necessary for operating the District.

Operation and maintenance of plant services includes activities concerned with keeping the physical schools and associated administrative buildings open, comfortable, and safe for use. This also includes keeping the grounds, buildings and equipment in effective working condition and state of repair. Additional activities include maintaining safety in buildings, on the grounds, and in the vicinity of schools.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Student transportation includes activities concerned with the conveyance of students to and from school, as provided by state and federal law. It includes trips between home and school as well as trips to school activities.

Other support services are all other support services not otherwise properly classified elsewhere.

Facilities acquisition and construction services are all activities concerned with the acquisition of land and buildings; the construction of buildings and additions to buildings; initial installation or extension of service systems and other built-in equipment and improvements to sites.

Food service includes activities concerned with providing food to students and staff within the District. This includes the preparation and serving of regular and incidental meals, lunches, or snacks.

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of certain differences between the governmental funds balance sheet and the government-wide statement of net assets

The governmental funds balance sheet includes reconciliation between fund balances – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “Certain liabilities are not reported in the governmental funds financial statement because they are not due and payable, but they are presented as liabilities in the statement of net assets.” The details of this \$3,708,363,105 difference are as follows:

Bonds payable	\$ 3,548,830,001
Less: Bond discounts (net of amortization)	(3,471,920)
Less: Deferred charges on issuance costs (net of amortization)	(14,761,039)
Less: Deferred losses on refundings (net of amortization)	(103,441,506)
Bond premiums	230,483,510
Interest payable	8,062,274
Compensated absences	42,661,785
	<hr/>
Net adjustment to reduce fund balance - total governmental funds to arrive at net assets - governmental activities	\$ 3,708,363,105

2. Explanation of certain differences between the governmental funds statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental funds statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Capital outlays to purchase or build capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.” The details of this \$400,222,509 difference are as follows:

Capital outlay	\$ 554,764,413
Depreciation expense	(154,541,904)
	<hr/>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities.	\$ 400,222,509

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

Another element of that reconciliation states that "The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items." The details of this \$339,720,931 difference are as follows:

Debt issued or incurred:	
Issuance of general obligation debt	\$ (653,925,000)
Plus: Bond premiums	(37,904,981)
Less: Bond issuance costs	2,859,145
General obligation debt principal payments	186,870,000
Payment to escrow agent for refunding	<u>162,379,905</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities.	<u><u>\$ (339,720,931)</u></u>

Another element of that reconciliation states that "Generally expenditures recognized in the fund financial statements are limited to only those that use current financial resources, but expenses are recognized in the statement of activities when incurred." The details of this \$28,846,711 difference are as follows:

Change in accrued interest	\$ 5,091,984
Amortization of deferred charge on refunding	(8,343,606)
Amortization of issuance costs	(998,664)
Amortization of bond discounts	(1,111,610)
Amortization of bond premiums	16,122,127
Change in compensated absences	(4,941,257)
Refundable deposit	<u>23,027,737</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities.	<u><u>\$ 28,846,711</u></u>

NOTE 3 - DEPOSITS AND INVESTMENTS

The District maintains a cash and investment pool that is available for use by all funds. At June 30, 2006, this pool is displayed in the statement of net assets and major and other governmental funds on the governmental funds balance sheet as "Pooled Cash and Investments." The District accounts for its debt issuance proceeds portfolio separately in the capital projects funds to aid in compliance with bond covenants and federal arbitrage regulations. See Note 8. As of June 30, 2006, the District had the total amounts reported as pooled cash and investments:

Combined Pooled Cash and Investments	
Pooled Cash	\$ (7,575,365)
Non-negotiable Certificate of Deposit	5,857,000
Student Activity Agency Fund	16,529,587
Pooled Investments	<u>1,430,570,415</u>
Total Pooled Cash and Investments	<u><u>\$ 1,445,381,637</u></u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Except for financial reporting purposes, the cash balances in the Student Activity Agency Fund are not normally considered part of the District's pooled cash and investments. These amounts represent cash held in an agency capacity by the District for student groups and organizations and cannot be used in the District's normal operations. The balances listed above for this fund are a consolidation of individual bank account balances held at schools across the District as of June 30, 2006.

As of June 30, 2006 the District had the following investments (*numbers stated in thousands*):

	<u>Investment Maturities (In Years)</u>					Interest Rec.	Total Value
	Fair Value	Less Than 1	1-5	6-10	More than 10		
General Pooled Investments:							
U.S. Treasury Notes	\$ 96,990	\$ 27,781	\$ 69,209	\$ -	\$ -	\$ 781	\$ 97,771
U.S. Agencies	769,625	446,735	322,890	-	-	6,153	775,778
Commercial Paper	161,677	161,677	-	-	-	-	161,677
Money Market Mutual Fund	48,500	48,500	-	-	-	18	48,518
KLVX Endowment	1,066	1,066	-	-	-	-	1,066
NVEST Program:							
U.S. Treasury Bills/Notes	23,694	8,939	14,755	-	-	158	23,852
U.S. Agencies	12,035	1,321	10,459	255	-	205	12,240
Asset Backed Securities	15,464	-	9,135	4,579	1,750	40	15,504
Money Market Mutual Fund	820	820	-	-	-	5	825
Subtotal Gen. Pooled Investments	<u>1,129,871</u>	<u>696,839</u>	<u>426,448</u>	<u>4,834</u>	<u>1,750</u>	<u>7,360</u>	<u>1,137,231</u>
Bond Proceed Investments:							
U.S. Agencies	<u>300,699</u>	<u>286,191</u>	<u>14,508</u>	<u>-</u>	<u>-</u>	<u>3,018</u>	<u>303,717</u>
Total Securities Held	<u>\$ 1,430,570</u>	<u>\$ 983,030</u>	<u>\$ 440,956</u>	<u>\$ 4,834</u>	<u>\$ 1,750</u>	<u>\$ 10,378</u>	<u>\$ 1,440,948</u>

Interest rate risk

While the district does not have an overall investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate risk, Nevada statutes and District policy do impose certain restrictions by investment instrument. These include limiting maturities on U.S. Treasuries and Agencies to less than 10 years, limiting bankers' acceptances to 180 days maturity, limiting commercial paper to 270 days maturity, and repurchase agreements to 90 days. The District's approximate weighted average maturity is slightly less than one year.

U.S. Agencies as reported above consist of securities issued by the Federal National Mortgage Association, Federal Home Loan Mortgage Association, Federal Farm Credit Banks, and Federal Home Loans Bank. Since investments in these agencies are in several cases backed by assets such as mortgages they are subject to prepayment risk. Also, approximately \$486 million of the U.S. Agencies investments reported above have a call option, which should interest rates change, could shorten the maturity of these investments.

Credit Risk

State statute and the District's own investment policy limit investment instruments by their credit risk. The District's investment in commercial paper is rated P-1 by Moody's Investor Service, Standard and Poor's as A-1, and Fitch Investors Service as F-1. The District's money market investments are only with those funds rated by a nationally recognized rating service as AAA or its equivalent and invest only in securities issued by the Federal Government, U.S. Agencies, or repurchase agreements fully collateralized by such securities.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

The KLVX Communications Group received an initial term endowment in fiscal year 2003-2004 and in each subsequent fiscal year including the current year. The endowment is invested in an investment pool with the Nevada Community Foundation and is invested in various equity mutual funds. While the District's investment policy does not allow it to directly invest in equities, the endowment principle is restricted from use for a period of time. See **Note 17**.

Concentrations of Credit Risk

To limit exposure to concentrations of credit risk, the District's investment policy limits investment in bankers' acceptance notes to 15%, repurchase agreements to 25%, commercial paper to 15%, money market mutual funds to 25%, of the entire portfolio on the day of purchase. As of June 30, 2006, more than 5% of the District's investments are in Bank of America commercial paper, Federal Farm Credit Banks, Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, and Federal National Mortgage Association. These investments are 6%, 14%, 25%, 23%, and 14%, respectively, of the District's total investments.

NOTE 4 - INTERFUND BALANCES AND TRANSFERS

Interfund Transfers:

In the fund financial statements, interfund transfers are shown as other financing sources or uses. Transfers between funds during the year ended June 30, 2006 are as follows:

Transfers Out:	Transfers In:				Totals
	General Fund	Special Education Fund	Debt Service	Nonmajor Governmental Funds	
General Fund	\$ -	\$ 182,384,802	\$ -	\$ 3,894,448	\$ 186,279,250
Bond Fund	-	-	63,054,220	-	\$ 63,054,220
Internal Service Funds	10,000,000	-	-	-	\$ 10,000,000
Total Transfers Out	<u>\$ 10,000,000</u>	<u>\$ 182,384,802</u>	<u>\$ 63,054,220</u>	<u>\$ 3,894,448</u>	<u>\$ 259,333,470</u>
Transfer in of Capital Assets					519,796
Total Transfers In					<u>\$ 259,853,266</u>

In the fund financial statements, total transfers in the amount of \$259,853,266 are greater than total transfers out of \$259,333,470 because of the treatment of transfers of capital assets to the Food Service Enterprise Fund and Internal Service Funds. During the year, existing capital assets related to governmental funds, with a book value of \$509,102 were transferred to the Food Service Fund and \$10,694 to the Internal Service Funds. No amounts were reported for this transaction in the governmental funds as the amount did not involve the transfer of financial resources. However, all funds did report a transfer in for the capital resources received.

Following are explanations of certain interfund transfers of significance to the District:

\$182,384,802 was transferred from the General Fund to the Special Education Fund for costs related to programs for special students. Beginning in 1994, Senate Bill 569 has required separate accounting for revenues and expenditures associated with special education. The majority of the revenues are collected in the General Fund and transferred to the Special Education Fund to offset special education expenditures.

The Bond Fund transferred a total of \$63,054,220 during fiscal year 2006 to the Debt Service Fund to service the current principal and interest on the District's revenue bonds. Pledged revenues for these bonds, which include a portion of the real estate transfer tax and room tax collected within the county are deposited within the Bond Fund and transferred on a monthly basis to the Debt Service Fund. See **Note 8**.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 5 - CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2006 follows:

Governmental Activities:

	June 30, 2005	Additions	Deletions	June 30, 2006
Capital assets, not being depreciated:				
Land	\$ 187,947,938	\$ 57,274,107	\$ (7,147,661)	\$ 238,074,384
Construction in progress	233,725,389	448,276,006	(382,789,673)	299,211,722
Total capital assets, not being depreciated	421,673,327	505,550,113	(389,937,334)	537,286,106
Capital assets, being depreciated:				
Buildings	2,320,339,559	262,984,633	(75,401)	2,583,248,791
Building improvements	730,701,620	39,830,902	(1,553,316)	768,979,206
Land improvements	717,897,804	91,729,637	(434,701)	809,192,740
Equipment	211,527,041	38,195,531	(5,956,263)	243,766,309
Total capital assets being depreciated	3,980,466,024	432,740,703	(8,019,681)	4,405,187,046
Less accumulated depreciation for:				
Buildings	(410,431,371)	(55,486,576)	5,027	(465,912,920)
Building improvements	(233,932,764)	(37,118,070)	155,282	(270,895,552)
Land improvements	(203,776,526)	(39,882,256)	21,735	(243,637,047)
Equipment	(98,222,242)	(22,127,389)	5,337,538	(115,012,093)
Total accumulated depreciation	(946,362,903)	(154,614,291)	5,519,582	(1,095,457,612)
Total capital assets being depreciated, net	3,034,103,121	278,126,412	(2,500,099)	3,309,729,434
Governmental activities capital assets, net	\$ 3,455,776,448	\$ 783,676,525	\$ (392,437,433)	\$ 3,847,015,540

Business-type activities:

	June 30, 2005	Additions	Deletions	June 30, 2006
Capital assets, being depreciated:				
Buildings	\$ 86,841	\$ -	\$ -	\$ 86,841
Building improvements	3,196,177	-	-	3,196,177
Equipment	10,501,304	879,041	(16,226)	11,364,119
Total capital assets being depreciated	13,784,322	879,041	(16,226)	14,647,137
Less accumulated depreciation for:				
Buildings	(36,474)	(1,737)	-	(38,211)
Building improvements	(1,396,374)	(159,809)	-	(1,556,183)
Equipment	(3,440,049)	(695,877)	14,101	(4,121,825)
Total accumulated depreciation	(4,872,897)	(857,423)	14,101	(5,716,219)
Business-type activities capital assets, net	\$ 8,911,425	\$ 21,618	\$ (2,125)	\$ 8,930,918

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 5 - CAPITAL ASSETS (continued)

Depreciation expense was charged to functions / programs of the primary government as follows:

Governmental Activities:

Instruction:

Regular Instruction	\$ 134,973,067
Special Instruction	271,667
Vocational Instruction	105,518
Adult Instruction	29,568
Other Instruction	13,158

Support Services:

Student Support	68,482
Instructional Staff Support	569,690
Educational Media Services	494,055
General Administration	603,451
School Administration	743
Central Services	1,372,274
Operation and Maintenance of Plant Services	3,123,389
Student Transportation	10,367,458
Facilities Acquisition and Construction Services	2,621,771

\$ 154,614,291

NOTE 6 - ACCOUNTS RECEIVABLE

Receivables as of June 30, 2006 for the government's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	Special Education Fund	Debt Service Fund	Bond Fund	Nonmajor and Other Funds	Total
<u>Local Sources:</u>						
Property and Transfer Taxes	\$ 10,199,455	\$ -	\$ 7,681,627	\$ 11,087,843	\$ -	\$ 28,968,925
Room Taxes	-	-	-	13,223,815	-	13,223,815
Governmental Services Tax	5,114,152	-	-	-	2,394,421	7,508,573
Local School Support Tax	126,079,738	-	-	-	-	126,079,738
Other Local Sources	580,934	-	-	-	-	580,934
<u>State Sources:</u>						
Distributive School Account	7,776,138	-	-	-	-	7,776,138
Regional Prof. Development	-	-	-	-	2,077,454	2,077,454
PERS At Risk & Hard to Fill	12,912,505	-	-	-	-	12,912,505
<u>Federal Sources:</u>						
Grants and Allotments	-	-	-	-	11,223,272	11,223,272
Medicaid	-	-	-	-	884,000	884,000
Impact Aid	550,000	-	-	-	-	550,000
<u>Other Sources:</u>						
E-rate Reimbursement	2,000,000	-	-	-	-	2,000,000
Miscellaneous	702,276	38,716	-	-	702,157	1,443,149
Total Receivables	<u>\$ 165,915,198</u>	<u>\$ 38,716</u>	<u>\$ 7,681,627</u>	<u>\$ 24,311,658</u>	<u>\$ 17,281,304</u>	<u>\$ 215,228,503</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 7 - UNEARNED REVENUES

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period and also in connection with resources that have been received but not yet earned. A summary of unearned revenues for the individual major governmental funds and nonmajor governmental funds in the aggregate at June 30, 2006 follows:

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Property Taxes	\$ 4,336,756	\$ 3,254,067	\$ -	\$ 7,590,823
Summer School	1,269,385	-	-	1,269,385
Federal Programs	-	-	7,642,323	7,642,323
Mining Taxes	47,444	-	-	47,444
E-Rate	2,000,000	-	-	2,000,000
Medicaid	-	-	884,000	884,000
Miscellaneous	695,783	-	726,743	1,422,526
Total	<u>\$ 8,349,368</u>	<u>\$ 3,254,067</u>	<u>\$ 9,253,066</u>	<u>\$ 20,856,501</u>

In the General Fund unearned revenue related to property taxes consists of property taxes receivable at year-end but not collected within sixty days after year-end. Summer school unearned revenue represents monies collected for summer school tuition in advance of the fiscal year 2006 summer school program.

The Miscellaneous unearned revenues shown in the general fund consist of: \$550,000 in Federal Impact Aid not received within 60 days after year-end, \$121,950 for extended day kindergarten which was received in advance, and \$23,833 in revenues received in advance of expenditures.

In the Debt Service Fund, unearned revenue again relates to property taxes receivable at year-end but not collected within sixty days after year-end.

Nonmajor and other funds unearned revenue consists primarily of grant revenues in the Federal Programs Fund received in advance of expenditures. In addition, the Medicaid Fund is reporting unearned revenue for service expenditure reimbursements billed for but not yet received.

Miscellaneous unearned revenues for the Nonmajor Funds included \$697,802 in monies received by KLVX for advanced payments on advertising and other programming as well as \$28,941 in revenues in advance of expenditures for other funds.

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE

General Obligation Bonds:

The District issues general obligation bonds to provide proceeds for the District's construction and modernization program and for other major capital acquisitions. These bonds are direct obligations and pledge the full faith and credit of the District. Bonds are often sold at a premium or a discount. These premiums and discounts, along with the respective issue costs are reported in the fund statements in the year incurred but are deferred and amortized over the life of the debt in the government-wide financial statements. Similarly, any gain or loss derived from an advance refunding is amortized in the government-wide financial statements. The Debt Service Fund and the General Fund services all of the bonds payable. The remaining principal and interest payment requirements for the general obligation debt as of June 30, 2006 are as follows (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE (continued)

General Obligation Bonds Schedule:

Series	Purpose	Date Issued	Date of Final Maturity	Interest	Original Issue	Balance June 30, 2006	Principal Due Within One Year	Interest Due Within One Year
1991 A&B	School Improvement	03/01/91	06/01/11	5.10% - 7.00%	\$ 277,581,382	\$ 54,100,000	\$ -	\$ 3,787,000
1991	Refunding	12/01/91	03/01/08	5.00% - 6.75%	79,158,215	6,225,500	-	-
1996 B	Building & Renovation	12/01/96	06/15/16	5.50% - 6.50%	35,000,000	1,985,000	1,985,000	129,025
1997 B	Building & Renovation	04/01/97	06/15/17	5.25% - 7.50%	287,000,000	14,775,000	14,775,000	960,375
1998	Refunding	09/01/98	06/15/15	4.00% - 5.50%	169,310,000	168,010,000	4,275,000	9,205,243
1999	Refunding	04/01/99	06/15/11	4.00% - 5.25%	93,025,000	85,945,000	340,000	4,481,830
1999	Building	04/01/99	06/15/19	4.00% - 5.25%	215,000,000	8,100,000	1,000,000	414,500
1999 A	Building	07/01/99	08/15/09	5.00% - 5.50%	87,700,000	33,915,000	12,395,000	1,799,688
2000 B	Refunding	12/01/00	06/30/08	4.50% - 5.50%	52,670,000	36,865,000	17,935,000	2,027,575
2001 C	Refunding	09/01/01	06/30/16	3.45% - 5.50%	91,195,000	91,095,000	100,000	4,864,806
2002 C	Building	06/05/02	12/15/17	5.00% - 5.50%	475,000,000	128,985,000	19,500,000	6,449,250
2002 A	Refunding	07/01/02	06/15/16	5.00% - 5.50%	160,630,000	160,630,000	26,970,000	8,622,413
2003 A	Refunding	03/01/03	06/01/10	3.00% - 5.00%	178,915,000	100,865,000	29,020,000	4,632,150
2003 D	Building	10/07/03	06/15/23	5.00% - 5.50%	400,000,000	385,995,000	14,710,000	19,731,363
2004 A	Refunding	03/01/04	06/15/17	2.00% - 5.00%	210,975,000	201,285,000	225,000	9,487,900
2004 C	Building	07/01/04	06/15/14	5.00%	60,000,000	49,965,000	5,325,000	2,415,300
2004 D	Building	11/01/04	06/15/24	4.00% - 6.00%	450,000,000	435,245,000	15,345,000	22,254,988
2005 A	Refunding	03/01/05	06/15/19	5.00% - 5.25%	269,600,000	269,600,000	-	13,611,938
2005C	Building	11/15/05	06/15/25	5.00%	500,000,000	500,000,000	-	25,056,713
2006A	Refunding	03/30/06	06/15/15	5.00%	153,925,000	153,925,000	10,355,000	7,696,250
						<u>\$ 2,887,510,500</u>	<u>\$ 174,255,000</u>	<u>\$ 147,628,304</u>

General Obligation Revenue Bonds:

The District also issues general obligation debt that is additionally secured by a pledge of proceeds of taxes deposited in the District's Bond Fund. Pursuant to applicable Nevada laws the District receives the proceeds of a 1 5/8% room tax collected within Clark County in the Bond Fund. The proceeds of a tax equivalent to 60 cents for each \$500 of value on transferred real property are also deposited by the county. The District pledges the room tax and the real property transfer tax revenues to pay debt service on certain general obligation debt. The remaining principal and interest payment requirements for the general obligation debt additionally secured by these pledged revenues as of June 30, 2006 are as follows:

General Obligation Revenue Bonds Schedule:

Series	Purpose	Date Issued	Date of Final Maturity	Interest	Original Issue	Balance June 30, 2006	Principal Due Within One Year	Interest Due Within One Year
1999 B	Building	07/01/99	06/15/19	5.00% - 5.50%	\$ 100,000,000	\$ 14,195,000	\$ 4,525,000	\$ 769,413
2000 A	Building	03/01/00	06/15/14	5.00% - 6.00%	150,000,000	25,375,000	5,850,000	1,373,688
2001 A	Building	03/27/01	06/30/21	Variable Rate	100,000,000	82,930,000	3,915,000	3,250,856
2001 B	Building	03/27/01	06/30/21	Variable Rate	100,000,000	82,930,000	3,915,000	3,300,614
2001 D	Refunding	09/01/01	06/15/17	4.00% - 5.625%	39,915,000	39,815,000	100,000	2,140,744
2001 F	Building	10/01/01	06/30/22	5.00% - 5.50%	325,000,000	67,635,000	12,540,000	3,567,838
2004 B	Refunding	03/01/04	06/15/20	2.00% - 5.00%	124,745,000	124,435,000	315,000	5,992,725
2005 B	Refunding	03/01/05	06/15/22	5.00%	209,995,000	209,995,000	-	10,499,750
						<u>\$ 647,310,000</u>	<u>\$ 31,160,000</u>	<u>\$ 30,895,626</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE (continued)

In March of 2001, the District issued \$100,000,000 of series 2001A general obligation building bonds and \$100,000,000 of series 2001B general obligation building bonds, both of which bear interest at a variable rate. Pursuant to the bond resolution, these bonds have their interest rate determined on a daily basis. This daily rate is determined by the opinion of the respective remarketing agent, under then existing market conditions, that would result in the sale of the bonds at a price equal to the principal amount, thereof, plus interest, if any, accrued through the current date.

The interest requirements for variable-rate debt are computed using the rate effective at year-end. As of June 30, 2006, the rates used to determine interest requirements for the 2001A and 2001B series were 3.92% and 3.98%, respectively.

General obligation bonds payable is reported net of premiums and discounts on the statement of net assets.

Summary of Debt Service:

Following are the annual requirements to amortize all general obligation bonds outstanding at year-end:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2007	\$ 205,415,000	\$ 178,523,930	\$ 383,938,930
2008	233,270,000	167,807,427	401,077,427
2009	231,095,500	169,949,827	401,045,327
2010	236,665,000	144,925,022	381,590,022
2011	239,900,000	132,703,093	372,603,093
2012 - 16	1,192,540,000	479,266,120	1,671,806,120
2017 - 21	855,240,000	200,699,100	1,055,939,100
2022 - 25	340,695,000	35,733,500	376,428,500
Totals	<u>\$3,534,820,500</u>	<u>\$ 1,509,608,019</u>	<u>\$ 5,044,428,519</u>

A statutory limit of bonded indebtedness for school districts is set forth in Chapter 387.400 of the Nevada Revised Statutes. The limitation is based on 15 percent of the assessed valuation of property within the District, excluding motor vehicles. Based on the 2006 assessed valuation of \$65,582,886,359 the applicable debt limit is \$9,837,432,954 leaving the legal debt margin at \$6,302,612,454, notwithstanding the statutory tax rate limitation explained in **Note 1**. The District is in compliance with Chapter 387.400 as of June 30, 2006.

Authorized Unissued Debt:

The District has received both legislative and voter approval to issue an estimated \$3.8 billion in long-term debt for school construction and modernization. This long-term debt is a combination of property tax supported general obligation debt and general obligation debt (additionally secured by pledged room tax and real property transfer tax revenues). Of the \$3.8 billion, \$2.28 billion has been issued as of June 30, 2006. The District plans to issue the remaining authorized debt through June 30, 2008.

Defeasement of Debt:

The District has defeased certain general obligation bonds by placing the proceeds of new bonds into irrevocable trust accounts to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. During the current year, \$152,690,000 of general obligation bonds was defeased. At June 30, 2006, the outstanding principal on the following bonds is considered defeased (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE (continued)

Defeasement of Debt:

	Defeased Principal
<u>CCSD School Improvement & Building Bonds</u>	
Series 1996B; Dated December 1, 1996	\$ 23,275,000
Series 1997B; Dated April 1, 1997	199,270,000
Series 1999; Dated April 1, 1999	71,145,000
Series 1999B; Dated July 1, 1999	66,110,000
Series 2000A; Dated March 1, 2000	95,035,000
Series 2001F; Dated October 1, 2001	210,980,000
Series 2002C; Dated June 1, 2002	308,850,000
Total	<u>\$ 974,665,000</u>

Current Year Advance Refunding Bonds Issuances:

On March 30, 2006 the District issued \$153,925,000 of General Obligation (Limited Tax) Refunding Bonds. The total difference in the cash flow debt service refunding requirements for the refunded debt and the refunding debt is \$53,341,462 with a present value savings of \$9,263,354.

Obligation for Arbitrage Payable:

The Tax Reform Act of 1986 established arbitrage guidelines that require a rebate of interest earned on bond funds in excess of interest paid. At June 30, 2006, the District is currently reporting negative arbitrage and thus no rebate of interest is required.

Debt Service Reserve Fund:

Nevada Revised Statute 350.020 requires that the Board establish a reserve account within its debt service fund for payment of the outstanding bonds of the District. Currently, the account must be established and maintained in an amount at least equal to the lesser of the amount of principal and interest payments due on all of the outstanding bonds of the District in the next fiscal year or 10% of the outstanding principal amount of the outstanding bonds of the District. The amounts on deposit in the reserve account are not directly pledged to pay debt service on the debt, and if permitted, may be used for other purposes. As of June 30, 2006 the amount required to fund the reserve account was \$353,482,050; which was fully funded by the District.

NOTE 9 - LEASES

Operating Leases

The District leases building and other office facilities under non-cancelable operating leases. Total costs for such leases were \$843,900 for the fiscal year ended June 30, 2006. The District leases property through yearly contracts and decides at year-end whether to renew outstanding leases. The District also leases a fiber optical wide-area network under a non-cancelable operating lease. Total costs for this lease were \$2,936,865 for the year ending June 30, 2006. The future minimum lease payments for this lease are as follows:

<u>Year Ending, June 30</u>	<u>Amount</u>
2007	\$ 3,097,500
2008	3,097,500
2009	3,097,500
2010	3,097,500
2011	3,097,500
2012-2013	6,195,000
Total	<u>\$ 21,682,500</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 10 - CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year-ended June 30, 2006, was as follows:

	Beginning Balance July 1, 2005	Additions	Reductions	Ending Balances June 30, 2006	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 2,557,255,001	\$ 653,925,000	\$ (309,660,000)	\$ 2,901,520,001 *	\$ 174,255,000
General obligation revenue bonds	677,210,000	-	(29,900,000)	647,310,000	31,160,000
Less: issuance discounts	(4,583,530)	-	1,111,610	(3,471,920)	-
Less: deferred losses	(102,095,207)	(9,689,905)	8,343,606	(103,441,506)	-
Plus: issuance premiums	208,700,656	37,904,981	(16,122,127)	230,483,510	-
Total bonds payable	3,336,486,920	682,140,076	(346,226,911)	3,672,400,085	205,415,000
Compensated absences	37,852,617	23,962,286	(18,991,037)	42,823,866	18,991,038
Governmental activity long-term liabilities	<u>\$ 3,374,339,537</u>	<u>\$ 706,102,362</u>	<u>\$ (365,217,948)</u>	<u>\$ 3,715,223,951</u>	<u>\$ 224,406,038</u>
Business-type Activities:					
Compensated absences	<u>\$ 676,290</u>	<u>\$ 663,155</u>	<u>\$ (550,165)</u>	<u>\$ 789,280</u>	<u>\$ 550,165</u>

* \$2,901,520,001 in ending general obligation bonds payable is different from the amount reported for general obligation bonds payable of \$2,887,510,500 in Note 8 due to differing accounting methods used when recording bond discounts. The amount reported here in Note 10 includes the full face value of the discounted bonds under the accrual method as used on the government-wide statements. The amount in Note 8 reports the bond proceeds received under the modified accrual method as used on the fund financial statements.

Internal service funds predominantly serve the governmental funds. Accordingly, their long-term liabilities are included as part of the above totals for governmental activities. At year end \$162,083 of internal service funds compensated absences are included in the above amounts. Also, for the governmental activities, compensated absences are generally liquidated by a combination of the major and nonmajor governmental funds with the majority liquidated from the General Fund.

NOTE 11 - COMPLIANCE WITH NEVADA REVISED STATUTES

Per NRS 354.626, the District is required to report and explain expenditures that exceeded budgeted appropriations at the function level for the General Fund, Special Revenue and Capital Project Funds. As of June 30, 2006, the District had no exceptions to report.

NOTE 12 - DEFINED BENEFIT PENSION PLAN

All half-time or greater District employees are covered by the State of Nevada Public Employees Retirement System (the "Plan"), a cost sharing multiple-employer defined benefit plan of the public employee retirement system. The payroll for employees covered by the Plan for the year ended June 30, 2006 was \$1,134,433,346 and the District's total payroll was \$1,161,446,702. All full-time District employees are mandated by state law to participate in the Plan. A member of the system is eligible to retire at 65 with five years of service, at 60 with 10 years, and at any age with 30 years. Vested members are entitled to a life-time monthly retirement benefit equal to 2.5 percent times the member's years of service prior to July 1, 2001 and 2.67 percent after, to a maximum of 30 years, times an average compensation. The member's beginning retirement compensation is the average of their highest working compensation for 36 consecutive months. Benefits fully vest with 5 years of service. The Plan also provides death and disability benefits. Benefits are established by state statute and provisions may only be amended through legislation.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 12 - DEFINED BENEFIT PENSION PLAN (continued)

All District employees in the plan are enrolled under a non-contributory plan. District payment of what were formerly employee contributions, was made in lieu of equivalent salary increases. Per Chapter 286 of the Nevada Revised Statutes, the District's contribution was based on the actuarially determined statutory rate of 19.75 percent in 2005-06 for unified, licensed and support employees and 32.00 percent for police employees of gross compensation and amounted to \$224,826,060, 21.6% of the \$1,042,100,357 total paid by all employees and employers into the Plan for the year ended June 30, 2006. The District's contributions to PERS for the years ended June 30, 2005, 2004 and 2003 were \$210,751,359, \$194,847,025, and \$168,635,521 respectively, equal to the required contributions for each year, at the actuarially determined statutory rates of 20.25, 20.25, and 18.75 percent, respectively, for unified, licensed and support employees and 28.50 percent for police employees.

During fiscal year 2006, \$2,473,091 was paid by the District for PERS credit on behalf of early retirees. See **Note 1**.

Financial statements for the Plan are available by calling (775) 687-4200 or writing to:

Public Employees' Retirement System of Nevada
693 W. Nye Lane
Carson City, NV 89703-1599

NOTE 13 - RISK MANAGEMENT

Risk Management - The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and injuries to employees. The District accounts for such losses through its Insurance and Risk Management Internal Service Fund. The District retains the risk of financial loss per occurrence as follows:

1. Worker's compensation up to \$750,000.
2. General liability and motor vehicle liability, with retention of \$3,000,000.
3. Errors and omissions and employment practices liability, with retention of \$3,000,000 per occurrence.
4. Property, including boiler and machinery, with retention of \$100,000 except for flood Zone A with retention of \$500,000.
5. Broadcasters liability, with retention of \$5,000.
6. Crime / employee dishonesty, with retention of \$50,000.
7. Catastrophic medical and cash benefit insurance for athletic and extracurricular activities injuries, with a deductible of \$25,000 or injured student's medical insurance protection, whichever is greater.
8. Foreign liability insurance, with no retention.

The District purchases commercial insurance for occurrences in excess of the foregoing retention levels. Over the past 5 years there have been significant reductions in almost all areas of insurance coverage for the District. However, the District remains adequately covered for losses and no settlements have reached amounts in excess of the insurance coverage for the past 7 years.

The Insurance and Risk Management Internal Service Fund insures all operational activities of the District by charging premiums to other funds of the District. Premiums charged are based on estimates of the amounts needed to pay actual and projected claims, to support self-insurance operational costs, and to establish a self-

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 13 - RISK MANAGEMENT (continued)

insured reserve for incurred losses. The reserve was \$18,440,709 at June 30, 2006, and is reported as net assets for Risk Management. The estimates of the liability insurance claims payable of \$6,661,904 and the worker's compensation claims payable of \$9,263,275 at June 30, 2006, were determined by the District with the assistance of an independent actuarial study as of that date and are reflected in the financial statements of the Insurance and Risk Management Internal Service Fund.

The District uses a statistical measure known as a confidence level to determine its estimated outstanding losses. In previous years, the District used a 90% confidence level from its actuarial studies to record its estimated losses; a level which meant that the actuary believed the amount recorded as a liability would have a 9-in-10 likelihood of being enough to cover actual losses. While this method was acceptable, previous years claims have proven over time to be much lower. In fiscal year 2005-2006, the District has changed the estimate it uses to record estimated losses to their expected values, which corresponds to an approximate 50% - 55% confidence level. The District will continue to use this method in the future. The result in the current year is a reduction of \$5,121,424 in the liability for general liability claims and a reduction of \$5,776,348 in the liability for workmen's compensation claims. This net reduction of \$10,897,772 is also recorded as a reduction of claims expense, resulting in a reported claims expense of \$264,799. Information regarding actual claims expenses incurred and paid can be seen in the table below.

A summary of changes in the aggregate claims liabilities for the past two years follows:

	<u>Fiscal 2006</u>	<u>Fiscal 2005</u>
Beginning Balance - July 1, 2006 and 2005	\$ 23,055,973	\$ 25,803,081
Claims Incurred	9,464,326	9,579,552
Changes in Estimates for Claims of the Prior Periods	(10,897,772)	(6,438,652)
Claims Paid	(5,697,348)	(5,888,008)
Ending Balance - June 30, 2006 and 2005	<u>\$ 15,925,179</u>	<u>\$ 23,055,973</u>

In December 2005, the District renewed its interest-bearing time certificate of deposit used for the self-insured workers' compensation program as a security deposit with the Nevada Division of Insurance. The amount of the deposit, \$5,857,000 is based on the total incurred cost of current and future claims as estimated by the office of the State Insurance Commissioner. See **Note 3**.

NOTE 14 - COMMITMENTS AND CONTINGENCIES

Construction Commitments

As of June 30, 2006, the District was operating the current 1998 voter-approved bond program and finalizing expenditures on the previous two closed programs. The following schedule outlines the amount of outstanding construction contracts encumbered by program:

	<u>BOND PROGRAM</u>			<u>TOTAL</u>
	<u>1994</u>	<u>1996</u>	<u>1998</u>	
Building Category:				
Elementary	\$ -	\$ -	\$ 94,350,842	\$ 94,350,842
Secondary	-	10,712	211,442,322	211,453,034
Administrative and Other	-	52,272	24,044,673	24,096,945
Total Program	<u>\$ -</u>	<u>\$ 62,984</u>	<u>\$ 329,837,837</u>	<u>\$ 329,900,821</u>

The total amount of \$329,900,821 in construction contracts outstanding is shown as a reserve for encumbrances in the Bond Fund, a major fund of the District. See **Note 1**.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 14 - COMMITMENTS AND CONTINGENCIES (continued)

Legal Contingencies

The District is a defendant in various legal actions. The financial impact of these actions is not determinable; however, it is the opinion of District legal counsel and management that none of these actions would have a material impact on the District's financial condition.

NOTE 15 - DESIGNATIONS OF GENERAL FUND UNRESERVED FUND BALANCE

The District reports designations of unreserved fund balance which represent management's intended use of resources available to the District. The following are explanations of the reported designations of fund balance in the General Fund:

- *School Carryover* – District schools are allowed to carryover into the next year a small apportionment of their unspent budgets from the current fiscal/school year.
- *Potential Revenue Shortfall* – to designate funds to cover potential loss of revenue resulting from Assembly Bill 489, capping of property tax assessments and possible elimination of the federal Medicaid Administrative Claiming program by Congress.
- *Potential Impacts of NCLB Mandates Carryover* – the District continues to designate a portion of fund balance as a cushion for unfunded costs associated with the federal government's "No Child Left Behind" legislation.
- *ERP Business Resource Data System* – to provide funding in relation to the District's implementation of a district-wide enterprise resource planning system.
- *Food Service Kitchen Remodel*- to designate funding for the additional costs to get the District's new Food Service central office and kitchen ready for use.
- *Bus Fuel Increases* – to provide for additional funding in the next year to ease the costs of rapidly rising fuel rates.
- *Subsidy for Retirees on Public Employees' Benefits Program* – to provide funding for the unfunded state mandated health insurance subsidy on behalf of retirees who are members of the state's Public Employees' Benefits Program.
- *Teacher Contract Liability* – to designate funding for the additional costs to be incurred under the new teacher contract that creates additional steps and ranges on the licensed salary schedule.
- *ESEA Employee Group Insurance Reserve*– to designate the reserve between support staff employee group insurance expenditures and negotiated funding by the District plus employee contributions.
- *School Empowerment Implementation* – to set aside funds for schools designated as empowerment schools under a District program implemented to improve student achievement.
- *Region Funding Formula Implementation* – to designate funds to implement a new model for funding regions offices on a per pupil basis more aligned to the characteristics of the students served in each region.
- *Career Plan Health Insurance Subsidy* – to designate the unspent portion of funds provided by the District to be paid out to eligible licensed retirees in order to supplement future health care costs per their negotiated contract.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

NOTE 16 - OTHER POSTEMPLOYMENT BENEFITS

In addition to the pension benefits described in **Note 12**, the District provides a subsidy for postretirement health care benefits, in accordance with NRS 287.023, to all retired employees who enroll with the Nevada Public Employees' Benefits Program. As of June 30, 2006, there were 1,772 retirees belonging to this program. Enrolled retirees pay monthly premiums for health insurance benefits directly to the program, while the District is required to subsidize the partial or total cost of the premium based incrementally on a retiree's number of years of service with the District. This is the third year of mandated compliance with NRS 287.023. Expenditures for postretirement health care benefits are recognized on a monthly basis and totaled \$6,975,781 for the 2005-06 fiscal year.

NOTE 17 - DONOR RESTRICTED ENDOWMENTS

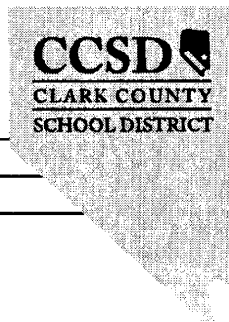
In 2003-04, the KLVX Communications Group received a \$650,000 term endowment where the corpus (principal) is restricted from use for a set period of time. In 2004-2005, an additional \$100,000 was donated to the endowment. In 2005-2006, an additional \$138,000 was donated to the endowment. The donor has provided instructions relating to expending the net appreciation which is to allow KLVX to spend the corresponding appreciation as they see fit for their various programs. The District does not currently have a policy restricting the authorization and spending of endowment investment income. State statute, NRS 164, allows a local government to authorize expenditures of net appreciation as is prudent for the government. As of June 30, 2006, there is \$67,178 of net appreciation available to be spent.

NOTE 18 - REFUNDABLE DEPOSIT

In June of 2006, the District placed \$23,027,737 into an escrow account to secure the purchase of a land parcel as approved by the Board. Since the documents to record the purchase were not executed until the next fiscal year, as of June 30, the District's deposit remained in a refundable escrow account.

SUPPLEMENTAL INFORMATION

- **Major Governmental Funds**
- **Nonmajor Governmental Funds**
- **Nonmajor Special Revenue Funds**
- **Nonmajor Capital Project Funds**
- **Food Service Enterprise Fund**
- **Internal Service Funds**
- **Agency Fund**
- **Capital Assets Used in the Operation of Governmental Funds**



MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

To account for resources and costs of operations associated with the District which are not required to be accounted for in other funds.

SPECIAL EDUCATION FUND

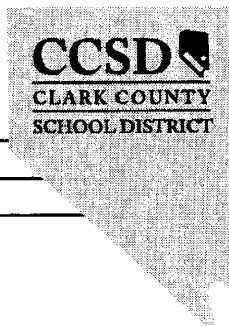
To account for transactions of the District relating to educational services provided to children with special needs.

DEBT SERVICE FUND

To account for the collection of revenues and the cost of operations associated with debt service for General Obligation Debt.

BOND FUND

To account for the costs of capital construction and improvements paid for with bond proceeds.



CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule A-1

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ 168,060,570	\$ 161,700,121
Accounts receivable	165,915,198	149,958,798
Interest receivable	6,952,683	3,457,340
Inventories	2,998,850	2,968,635
Prepays	<u>1,634,718</u>	<u>1,209,964</u>
TOTAL ASSETS	\$ <u>345,562,019</u>	\$ <u>319,294,858</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 69,297,589	\$ 30,667,063
Intergovernmental accounts payable	-	2,433,882
Accrued salaries and benefits	123,187,041	124,353,866
Unearned revenue	8,349,368	5,500,785
Other current liabilities	<u>1,163,488</u>	<u>760,039</u>
Total liabilities	<u>201,997,486</u>	<u>163,715,635</u>
FUND BALANCE:		
Reserved for:		
Inventories	2,998,851	2,968,636
Prepays	1,634,718	1,209,964
Debt service	7,740,000	7,786,050
Unreserved:		
Designated for:		
Encumbrances	16,410,000	21,995,950
School carryover	4,000,000	3,548,000
Potential revenue shortfall	10,000,000	-
Potential impacts of NCLB mandates carryover	1,000,000	2,373,335
ERP business resource data system	26,845,000	29,003,888
Food service kitchen remodel	7,325,000	9,000,000
Bus fuel increases	3,600,000	-
Subsidy for retirees with the PEBP	1,500,000	1,695,500
Teacher contract liability	7,300,000	11,703,820
ESEA employee group insurance reserve	7,273,437	7,104,350
School empowerment implementation	5,000,000	-
Region funding formula implementation	2,000,000	-
Career plan health insurance subsidy	2,500,000	1,747,050
Science adoption exit exam	-	2,625,000
Deficit coverage for alternate route licensing program	-	948,011
Salary adjustment of .25%	-	3,119,924
ESEA support staff re-class & add'l school office staffing	-	4,600,000
Reserve designated for state textbook requirement	-	11,050,028
Undesignated	<u>36,437,527</u>	<u>33,099,717</u>
Total fund balance	<u>143,564,533</u>	<u>155,579,223</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>345,562,019</u>	\$ <u>319,294,858</u>

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-2

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Local school support tax	\$ 754,908,984	\$ 722,039,234	\$ (32,869,750)	\$ 669,012,541
Ad valorem taxes	437,136,736	426,886,954	(10,249,782)	379,111,733
Governmental services tax	59,913,000	57,571,506	(2,341,494)	53,159,626
Two percent franchise tax	1,800,000	1,802,644	2,644	2,844,769
E-rate reimbursements	1,500,000	82,377	(1,417,623)	1,822,468
School project contributions	4,600,000	3,627,262	(972,738)	3,270,948
Local government fees	2,031,280	1,319,874	(711,406)	2,010,704
Tuition and summer school fees	2,700,000	3,914,649	1,214,649	2,583,629
Athletic proceeds	1,000,000	1,098,623	98,623	954,185
Other local sources	800,000	1,029,118	229,118	498,181
Investment income:				
Net increase in the fair value of investments	1,500,000	2,763,350	1,263,350	1,178,798
Interest income	3,700,000	6,520,990	2,820,990	3,164,298
Total local sources	1,271,590,000	1,228,656,581	(42,933,419)	1,119,611,880
State sources:				
State distributive fund	307,347,000	340,844,107	33,497,107	359,984,134
State special appropriations	20,548,000	18,389,500	(2,158,500)	14,837,274
Total state sources	327,895,000	359,233,607	31,338,607	374,821,408
Federal sources:				
Public Law 103 - 382	505,000	-	(505,000)	564,516
Forest reserve	10,000	14,655	4,655	9,616
Total federal sources	515,000	14,655	(500,345)	574,132
Other sources:				
Sales of district property	450,000	309,303	(140,697)	265,809
Proceeds from insurance	-	246,959	246,959	173,748
Total other sources	450,000	556,262	106,262	439,557
TOTAL REVENUES	1,600,450,000	1,588,461,105	(11,988,895)	1,495,446,977
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Salaries	533,685,860	515,731,369	17,954,491	465,058,942
Benefits	188,159,535	176,350,379	11,809,156	164,419,855
Purchased services	11,275,631	9,421,395	1,854,236	10,494,685
Supplies	56,962,376	56,587,661	374,715	46,668,343
Property	8,456,622	6,228,500	2,228,122	5,162,808
Other	832,872	408,709	424,163	495,106
Total instruction	799,372,896	764,728,013	34,644,883	692,299,739

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-2

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Support services:				
Student transportation:				
Purchased services	\$ 667,161	\$ 664,726	\$ 2,435	\$ 594,722
Other support services:				
Salaries	31,580,956	30,969,485	611,471	25,859,780
Benefits	9,761,722	9,599,607	162,115	8,210,399
Purchased services	69,763	452,315	(382,552)	197,155
Supplies	2,216,470	2,650,462	(433,992)	1,916,393
Property	103,295	44,651	58,644	56,067
Other	52,509	35,988	16,521	33,116
Total other support services	43,784,715	43,752,508	32,207	36,272,910
Total support services	44,451,876	44,417,234	34,642	36,867,632
TOTAL REGULAR PROGRAMS	843,824,772	809,145,247	34,679,525	729,167,371
SPECIAL PROGRAMS:				
Instruction:				
Salaries	14,356,203	14,154,559	201,644	10,933,931
Benefits	4,381,709	4,263,272	118,437	3,277,737
Purchased services	56,000	49,609	6,391	9,682
Supplies	224,324	129,200	95,124	68,162
Total instruction	19,018,236	18,596,640	421,596	14,289,512
Support services:				
Salaries	2,242,886	2,093,331	149,555	1,938,756
Benefits	721,839	659,664	62,175	638,555
Purchased services	915,510	815,006	100,504	58,113
Supplies	311,000	274,414	36,586	766,437
Property	40,000	9,386	30,614	88,168
Other	11,400	8,682	2,718	9,229
Total support services	4,242,635	3,860,483	382,152	3,499,258
TOTAL SPECIAL PROGRAMS	23,260,871	22,457,123	803,748	17,788,770
VOCATIONAL PROGRAMS:				
Instruction:				
Salaries	5,604,331	5,292,141	312,190	5,579,439
Benefits	1,831,918	1,759,525	72,393	1,802,685
Purchased services	27,410	24,520	2,890	12,848
Supplies	473,499	502,664	(29,165)	571,146
Property	43,653	22,378	21,275	108,290
Other	1,734	1,734	-	2,035
Total instruction	7,982,545	7,602,962	379,583	8,076,443

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-2

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Support services:				
Student transportation:				
Purchased services	\$ 8,084	\$ 8,084	\$ -	\$ 3,088
Other support services:				
Purchased services	5,719	3,227	2,492	2,156
Supplies	34,629	35,460	(831)	14,908
Property	1,700	1,747	(47)	1,341
Total other support services	42,048	40,434	1,614	18,405
Total support services	50,132	48,518	1,614	21,493
TOTAL VOCATIONAL PROGRAMS	8,032,677	7,651,480	381,197	8,097,936
OTHER INSTRUCTIONAL PROGRAMS:				
School co-curricular activities:				
Instruction:				
Salaries	1,228,655	1,132,296	96,359	1,027,451
Benefits	461,929	493,091	(31,162)	427,973
Purchased services	1,729,068	1,508,260	220,808	1,496,142
Supplies	2,335,002	2,015,097	319,905	2,176,090
Property	121,234	139,662	(18,428)	104,007
Other	168,757	190,605	(21,848)	173,175
Total instruction	6,044,645	5,479,011	565,634	5,404,838
Support services:				
Student transportation:				
Purchased services	2,119,118	1,879,317	239,801	1,716,606
Other support services:				
Salaries	402,985	359,712	43,273	352,206
Benefits	89,026	75,559	13,467	73,823
Purchased services	243,477	223,444	20,033	192,075
Supplies	180,205	166,658	13,547	195,342
Property	-	-	-	2,284
Other	28,183	25,983	2,200	8,480
Total other support services	943,876	851,356	92,520	824,210
Total support services	3,062,994	2,730,673	332,321	2,540,816
Total school co-curricular activities	9,107,639	8,209,684	897,955	7,945,654
Summer school:				
Instruction:				
Salaries	1,196,524	981,283	215,241	863,200
Benefits	27,881	29,061	(1,180)	19,417
Purchased services	9,999	18,224	(8,225)	19,209
Supplies	30,490	3,816	26,674	488
Total instruction	1,264,894	1,032,384	232,510	902,314

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-2

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Support services:				
Salaries	\$ 99,032	\$ 58,508	\$ 40,524	\$ 55,991
Benefits	2,308	1,355	953	1,314
Purchased services	7,695	16,618	(8,923)	9,990
Supplies	3,393	-	3,393	-
Total support services	112,428	76,481	35,947	67,295
Total summer school	1,377,322	1,108,865	268,457	969,609
TOTAL OTHER INSTRUCTIONAL PROGRAMS	10,484,961	9,318,549	1,166,412	8,915,263
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student support:				
Salaries	42,095,446	41,777,209	318,237	38,544,011
Benefits	13,879,522	13,600,731	278,791	12,706,359
Purchased services	190,244	149,067	41,177	169,294
Supplies	555,371	508,299	47,072	888,626
Property	25,906	21,668	4,238	78,669
Other	15,291	14,089	1,202	7,265
Total student support	56,761,780	56,071,063	690,717	52,394,224
Instructional staff support:				
Salaries	11,430,853	10,793,802	637,051	9,963,365
Benefits	3,306,024	3,063,450	242,574	2,924,820
Purchased services	4,463,033	4,146,458	316,575	2,696,086
Supplies	2,419,632	2,255,368	164,264	2,824,308
Property	1,045,915	1,596,694	(550,779)	599,855
Other	323,795	317,552	6,243	204,869
Total instructional staff support	22,989,252	22,173,324	815,928	19,213,303
General administration:				
Salaries	9,001,655	8,406,909	594,746	7,554,206
Benefits	2,352,852	2,369,968	(17,116)	2,119,341
Purchased services	8,705,236	7,487,033	1,218,203	6,206,627
Supplies	341,757	387,839	(46,082)	216,462
Property	143,011	116,816	26,195	65,711
Other	313,042	249,472	63,570	184,139
Total general administration	20,857,553	19,018,037	1,839,516	16,346,486
School administration:				
Salaries	112,649,318	112,518,986	130,332	100,612,435
Benefits	35,294,879	34,847,750	447,129	32,188,430
Purchased services	868,930	871,544	(2,614)	772,015
Supplies	180	2,692	(2,512)	17,516
Total school administration	148,813,307	148,240,972	572,335	133,590,396

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-2

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Central services:				
Salaries	\$ 21,195,696	\$ 21,091,750	\$ 103,946	\$ 18,019,574
Benefits	9,165,925	8,744,218	421,707	7,177,315
Purchased services	18,453,220	19,003,725	(550,505)	4,772,903
Supplies	1,537,457	1,883,345	(345,888)	3,023,377
Property	4,647,582	4,477,293	170,289	1,479,457
Other	1,486,957	811,539	675,418	443,716
Total central services	56,486,837	56,011,870	474,967	34,916,342
Operation and maintenance of plant services:				
Salaries	86,165,117	84,775,794	1,389,323	77,322,107
Benefits	28,268,306	27,460,962	807,344	25,823,876
Purchased services	26,281,993	25,883,434	398,559	21,771,007
Supplies	54,695,356	51,741,744	2,953,612	47,644,274
Property	3,011,288	3,393,861	(382,573)	2,307,731
Other	1,821,615	378,094	1,443,521	72,520
Total operation and maintenance of plant services	200,243,675	193,633,889	6,609,786	174,941,515
Student transportation:				
Salaries	24,583,016	24,061,310	521,706	22,820,346
Benefits	8,187,689	7,842,136	345,553	7,829,262
Purchased services	748,543	504,908	243,635	494,026
Supplies	3,050,023	3,063,418	(13,395)	1,861,333
Property	22,158,163	22,026,061	132,102	17,870,527
Other	75,193	50,060	25,133	63,878
Total student transportation	58,802,627	57,547,893	1,254,734	50,939,372
Total support services	564,955,031	552,697,048	12,257,983	482,341,638
Facilities acquisition and construction services:				
Site improvements:				
Salaries	83,000	83,141	(141)	-
Benefits	17,000	17,756	(756)	-
Purchased services	1,400,000	1,383,516	16,484	-
Total site improvements	1,500,000	1,484,413	15,587	-
Building acquisition and construction:				
Property	6,500,000	6,356,431	143,569	8,980,785
Building improvements:				
Salaries	750,000	642,451	107,549	-
Benefits	-	94,555	(94,555)	-
Purchased services	5,000,000	4,622,716	377,284	208,154
Supplies	-	148,515	(148,515)	-
Total building improvements	5,750,000	5,508,237	241,763	208,154

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-2

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Other facilities acquisition and construction:				
Supplies	\$ 1,000,000	\$ 930,664	\$ 69,336	\$ -
Property	800,000	861,303	(61,303)	-
Total other facilities acquisition and construction	1,800,000	1,791,967	8,033	-
Total facilities acquisition and construction services	15,550,000	15,141,048	258,247	9,188,939
Debt service:				
Principal	5,120,870	5,115,000	5,870	4,920,000
Interest	2,669,130	2,671,050	(1,920)	2,690,168
Total debt service	7,790,000	7,786,050	3,950	7,610,168
TOTAL UNDISTRIBUTED EXPENDITURES	588,295,031	575,624,146	12,520,180	499,140,745
TOTAL EXPENDITURES	1,473,898,312	1,424,196,545	49,555,012	1,263,110,085
EXCESS OF REVENUES OVER EXPENDITURES	126,551,688	164,264,560	37,712,872	232,336,892
OTHER FINANCING SOURCES (USES):				
Transfers in	-	10,000,000	10,000,000	-
Transfers out	(186,046,000)	(186,279,250)	(233,250)	(185,051,217)
TOTAL OTHER FINANCING SOURCES (USES)	(186,046,000)	(176,279,250)	9,766,750	(185,051,217)
NET CHANGE IN FUND BALANCE	(59,494,312)	(12,014,690)	47,479,622	47,285,675
FUND BALANCE, JULY 1	155,579,223	155,579,223	-	108,293,548
FUND BALANCE, JUNE 30	\$ 96,084,911	\$ 143,564,533	\$ 47,479,622	\$ 155,579,223

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - SPECIAL EDUCATION FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule A-3

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ 28,612,332	\$ 25,140,973
Accounts receivable	38,716	28,195
Prepays	<u>31,212</u>	<u>25,926</u>
TOTAL ASSETS	\$ <u>28,682,260</u>	\$ <u>25,195,094</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 527,140	\$ 425,056
Accrued salaries and benefits	<u>28,155,120</u>	<u>24,770,038</u>
Total liabilities	<u>28,682,260</u>	<u>25,195,094</u>
FUND BALANCE:		
Reserved for prepaids	31,212	25,926
Unreserved:		
Undesignated	<u>(31,212)</u>	<u>(25,926)</u>
Total fund balance	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>28,682,260</u>	\$ <u>25,195,094</u>

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - SPECIAL EDUCATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-4

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Other local sources	\$ -	\$ 1,259	\$ 1,259	\$ 10,412
State sources:				
State distributive fund	56,780,000	57,270,732	490,732	51,245,321
TOTAL REVENUES	56,780,000	57,271,991	491,991	51,255,733
EXPENDITURES:				
Current:				
SPECIAL PROGRAMS:				
Instruction:				
Salaries	132,450,000	133,678,406	(1,228,406)	121,806,381
Benefits	47,335,000	46,249,443	1,085,557	43,531,404
Purchased services	3,225,000	2,612,850	612,150	1,608,833
Supplies	2,305,000	2,418,502	(113,502)	2,240,122
Property	85,000	80,396	4,604	116,978
Other	1,000	598	402	895
Total instruction	185,401,000	185,040,195	360,805	169,304,613
Support services:				
Student transportation:				
Salaries	6,000	4,356	1,644	4,422
Benefits	-	28	(28)	42
Purchased services	53,000	19,798	33,202	47,688
Total student transportation	59,000	24,182	34,818	52,152
Other support services:				
Salaries	13,210,000	13,279,974	(69,974)	12,324,423
Benefits	4,370,000	3,980,936	389,064	3,828,228
Purchased services	555,000	652,357	(97,357)	550,380
Supplies	390,000	481,750	(91,750)	491,253
Property	295,000	323,082	(28,082)	38,471
Other	35,000	35,180	(180)	15,979
Total other support services	18,855,000	18,753,279	101,721	17,248,734
Total support services	18,914,000	18,777,461	136,539	17,300,886
TOTAL SPECIAL PROGRAMS	204,315,000	203,817,656	497,344	186,605,499
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student transportation:				
Salaries	24,895,000	24,452,887	442,113	19,506,144
Benefits	8,230,000	8,089,895	140,105	6,552,270
Purchased services	65,000	31,975	33,025	35,042
Supplies	2,975,000	3,264,380	(289,380)	2,270,918
TOTAL UNDISTRIBUTED EXPENDITURES	36,165,000	35,839,137	325,863	28,364,374

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - SPECIAL EDUCATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-4

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
<u>EXPENDITURES - Continued:</u>				
TOTAL EXPENDITURES	\$ 240,480,000	\$ 239,656,793	\$ 823,207	\$ 214,969,873
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(183,700,000)	(182,384,802)	1,315,198	(163,714,140)
OTHER FINANCING SOURCES:				
Transfers in	183,700,000	182,384,802	(1,315,198)	163,714,140
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, JULY 1	-	-	-	-
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ -	\$ -

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - DEBT SERVICE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule A-5

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ 458,996,124	\$ 421,205,419
Accounts receivable	7,681,627	5,525,439
Interest receivable	<u>407,495</u>	<u>280,058</u>
TOTAL ASSETS	\$ <u>467,085,246</u>	\$ <u>427,010,916</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Unearned revenue	\$ 3,254,067	\$ 3,064,126
Other current liabilities	<u>-</u>	<u>1,071,631</u>
Total liabilities	<u>3,254,067</u>	<u>4,135,757</u>
FUND BALANCE:		
Reserved for debt service	<u>463,831,179</u>	<u>422,875,159</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>467,085,246</u>	\$ <u>427,010,916</u>

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-6

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Ad valorem taxes	\$ 325,000,000	\$ 318,486,590	\$ (6,513,410)	\$ 281,493,373
Other local sources	30,000	34,364	4,364	29,877
Investment income:				
Net increase in the fair value of investments	1,700,000	4,055,956	2,355,956	1,672,746
Interest income	10,795,301	13,924,005	3,128,704	8,879,338
TOTAL REVENUES	337,525,301	336,500,915	(1,024,386)	292,075,334
EXPENDITURES:				
Debt service:				
Principal	181,755,000	181,755,000	-	136,238,691
Interest	185,356,587	176,314,026	9,042,561	157,002,979
Payment to refunded bond escrow agent	-	-	-	2,804,275
Purchased services	2,586,260	541,795	2,044,465	455,191
Bond issuance costs	3,000,000	655,440	2,344,560	2,351,374
TOTAL EXPENDITURES	372,697,847	359,266,261	13,431,586	298,852,510
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(35,172,546)	(22,765,346)	12,407,200	(6,777,176)
OTHER FINANCING SOURCES (USES):				
Transfers in	63,389,540	63,054,220	(335,320)	60,065,013
General obligation refunding bonds issued	522,075,000	153,925,000	(368,150,000)	479,595,000
Premiums on general obligation refunding bonds	9,200,000	9,122,051	(77,949)	47,347,331
Payment to refunded bond escrow agent	(526,694,460)	(162,379,905)	364,314,555	(524,959,133)
TOTAL OTHER FINANCING SOURCES (USES)	67,970,080	63,721,366	(4,248,714)	62,048,211
NET CHANGE IN FUND BALANCE	32,797,534	40,956,020	8,158,486	55,271,035
FUND BALANCE, JULY 1	422,875,159	422,875,159	-	367,604,124
FUND BALANCE, JUNE 30	\$ 455,672,693	\$ 463,831,179	\$ 8,158,486	\$ 422,875,159

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - BOND FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule A-7

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ 507,274,878	\$ 429,308,046
Accounts receivable	24,311,658	22,265,958
Interest receivable	<u>3,017,917</u>	<u>2,814,697</u>
TOTAL ASSETS	\$ <u>534,604,453</u>	\$ <u>454,388,701</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 13,188,735	\$ 20,540,547
Accrued salaries and benefits	1,061,029	881,341
Construction contracts and retentions payable	<u>57,722,326</u>	<u>38,440,843</u>
Total liabilities	<u>71,972,090</u>	<u>59,862,731</u>
FUND BALANCE:		
Unreserved:		
Designated for:		
Encumbrances	329,900,821	213,998,017
Unrealized gains in investments	575,458	-
Capital improvements	<u>132,156,084</u>	<u>180,527,953</u>
Total fund balance	<u>462,632,363</u>	<u>394,525,970</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>534,604,453</u>	\$ <u>454,388,701</u>

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-8

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Real estate transfer tax	\$ 59,050,000	\$ 60,583,887	\$ 1,533,887	\$ 54,106,913
Room tax	64,500,000	68,000,494	3,500,494	59,100,398
Other local sources	-	150,894	150,894	-
Investment income:				
Net increase in the fair value of investments	-	4,709,378	4,709,378	100,447
Interest income	21,390,000	18,273,048	(3,116,952)	11,569,261
TOTAL REVENUES	144,940,000	151,717,701	6,777,701	124,877,019
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Purchased services	385,000	3,031	381,969	1,170,366
Supplies	3,500,000	2,824,747	675,253	3,612,711
Property	20,965,000	20,904,878	60,122	13,346,603
Total instruction	24,850,000	23,732,656	1,117,344	18,129,680
Support services:				
Supplies	3,600,000	2,939,943	660,057	3,870,107
TOTAL REGULAR PROGRAMS	28,450,000	26,672,599	1,777,401	21,999,787
UNDISTRIBUTED EXPENDITURES:				
Central services:				
Purchased services	2,295,000	2,219,205	75,795	1,916,299
Other	705,000	704,183	817	401,028
Total central services	3,000,000	2,923,388	76,612	2,317,327
Operation and maintenance of plant services:				
Supplies	435,000	432,120	2,880	343,182
Property	-	-	-	88,328
Total operation and maintenance of plant services	435,000	432,120	2,880	431,510
Capital outlay:				
Facilities acquisition and construction services:				
Land acquisition services:				
Salaries	507,000	506,308	692	436,264
Benefits	175,000	149,713	25,287	135,537
Purchased services	300,000	289,522	10,478	182,323
Supplies	8,000	6,500	1,500	3,065
Property	80,389,076	80,332,023	57,053	12,938,320
Other	2,000	1,529	471	399
Total land acquisition services	81,381,076	81,285,595	95,481	13,695,908

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-8

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Site improvements:				
Purchased services	\$ 98,675,000	\$ 98,674,979	\$ 21	\$ 51,904,945
Supplies	25,000	13,271	11,729	261,699
Total site improvements	98,700,000	98,688,250	11,750	52,166,644
Building acquisition and construction:				
Salaries	3,500,000	3,238,032	261,968	2,937,580
Benefits	705,000	512,407	192,593	474,339
Purchased services	280,000,000	279,756,703	243,297	253,826,033
Supplies	125,000	107,824	17,176	218,667
Property	2,950,000	2,836,083	113,917	5,277,311
Total building acquisition and construction	287,280,000	286,451,049	828,951	262,733,930
Building improvements:				
Salaries	3,500,000	3,322,766	177,234	4,755,950
Benefits	704,000	708,605	(4,605)	863,280
Purchased services	30,300,000	30,262,612	37,388	34,399,051
Supplies	1,120,000	1,114,079	5,921	2,629,769
Property	1,100,000	1,156,826	(56,826)	8,674,616
Other	1,000	94	906	35
Total building improvements	36,725,000	36,564,982	160,018	51,322,701
Other facilities acquisition and construction:				
Salaries	11,225,000	11,215,306	9,694	10,729,846
Benefits	3,580,000	3,550,062	29,938	3,470,804
Purchased services	1,000,000	841,439	158,561	751,135
Supplies	285,000	279,658	5,342	272,400
Property	200,000	192,299	7,701	840,857
Other	275,000	243,271	31,729	67,860
Total other facilities acquisition and construction	16,565,000	16,322,035	242,965	16,132,902
Total facilities acquisition and construction services	520,651,076	519,311,911	1,339,165	396,052,085
TOTAL UNDISTRIBUTED EXPENDITURES	524,086,076	522,667,419	1,418,657	398,800,922
TOTAL EXPENDITURES	552,536,076	549,340,018	3,196,058	420,800,709
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(407,596,076)	(397,622,317)	9,973,759	(295,923,690)

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule A-8

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
OTHER FINANCING SOURCES (USES):				
Transfers out	\$ (73,389,540)	\$ (63,054,220)	\$ 10,335,320	\$ (57,515,013)
General obligation bonds issued	500,000,000	500,000,000	-	450,000,000
Premiums on general obligation bonds	28,782,930	28,782,930	-	40,672,493
TOTAL OTHER FINANCING SOURCES (USES)	455,393,390	465,728,710	10,335,320	433,157,480
NET CHANGE IN FUND BALANCE	47,797,314	68,106,393	20,309,079	137,233,790
FUND BALANCE, JULY 1	394,525,970	394,525,970	-	257,292,180
FUND BALANCE, JUNE 30	\$ 442,323,284	\$ 462,632,363	\$ 20,309,079	\$ 394,525,970

NONMAJOR GOVERNMENTAL FUNDS

Combining statements of all nonmajor
governmental activity.

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2006
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2005)

Schedule B-1

	TOTALS			
	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	2006	2005
ASSETS				
Pooled cash and investments	\$ 89,675,217	\$ 117,743,967	\$ 207,419,184	\$ 163,578,520
Accounts receivable	14,886,883	2,394,421	17,281,304	22,535,414
Inventories	-	-	-	26,961
Prepays	17,597	10,426	28,023	3,384
TOTAL ASSETS	\$ 104,579,697	\$ 120,148,814	\$ 224,728,511	\$ 186,144,279
LIABILITIES AND FUND BALANCES				
LIABILITIES:				
Accounts payable	\$ 5,633,725	\$ 2,075,772	\$ 7,709,497	\$ 5,758,626
Accrued salaries and benefits	27,531,011	304,876	27,835,887	23,735,132
Unearned revenue	9,253,066	-	9,253,066	12,329,543
Construction contracts and retentions payable	-	762,163	762,163	172,664
Total liabilities	42,417,802	3,142,811	45,560,613	41,995,965
FUND BALANCES:				
Reserved for:				
Inventories	-	-	-	26,961
Prepays	17,597	10,426	28,023	3,384
Grants	567,355	-	567,355	272,757
Unreserved:				
Designated for:				
Capital improvements	-	109,947,434	109,947,434	92,471,090
Capital replacements	-	7,048,143	7,048,143	6,835,732
Undesignated	61,576,943	-	61,576,943	44,538,390
Total fund balance	62,161,895	117,006,003	179,167,898	144,148,314
TOTAL LIABILITIES AND FUND BALANCES	\$ 104,579,697	\$ 120,148,814	\$ 224,728,511	\$ 186,144,279

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule B-2

			TOTALS	
	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	2006	2005
REVENUES:				
Local sources	\$ 11,155,299	\$ 30,984,565	\$ 42,139,864	\$ 38,425,021
State sources	148,720,498	-	148,720,498	114,052,069
Federal sources	133,477,922	-	133,477,922	126,335,592
Other sources	-	11,545,154	11,545,154	523,781
TOTAL REVENUES	293,353,719	42,529,719	335,883,438	279,336,463
EXPENDITURES:				
Current:				
Instruction:				
Regular instruction	166,025,227	1,392,551	167,417,778	151,813,979
Special instruction	20,579,867	-	20,579,867	16,133,223
Vocational instruction	2,280,549	-	2,280,549	2,358,286
Adult instruction	6,170,959	-	6,170,959	6,112,318
Other instruction	21,639	-	21,639	17,129
Support services:				
Student support	12,735,654	-	12,735,654	12,174,792
Instructional staff support	31,177,418	-	31,177,418	28,990,068
Educational media services	4,058,361	-	4,058,361	4,287,284
General administration	22,265,623	-	22,265,623	18,759,612
School administration	110,776	-	110,776	202,540
Central services	5,699,024	171	5,699,195	1,469,115
Operation and maintenance of plant services	1,330,398	8,301,548	9,631,946	1,932,078
Student transportation	1,219,879	-	1,219,879	738,016
Other support services	3,491,425	-	3,491,425	3,588,345
Facilities acquisition and construction services	260,965	-	260,965	-
Capital outlay:	-	17,636,268	17,636,268	36,314,209
TOTAL EXPENDITURES	277,427,764	27,330,538	304,758,302	284,890,994
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	15,925,955	15,199,181	31,125,136	(5,554,531)
OTHER FINANCING SOURCES (USES):				
Transfers in	1,394,448	2,500,000	3,894,448	21,537,077
Transfers out	-	-	-	(2,750,000)
General obligation bonds issued	-	-	-	60,000,000
Premiums on general obligation bonds	-	-	-	3,928,867
TOTAL OTHER FINANCING SOURCES (USES)	1,394,448	2,500,000	3,894,448	82,715,944
NET CHANGE IN FUND BALANCES	17,320,403	17,699,181	35,019,584	77,161,413
FUND BALANCE, JULY 1	44,841,492	99,306,822	144,148,314	66,986,901
FUND BALANCE, JUNE 30	\$ 62,161,895	\$ 117,006,003	\$ 179,167,898	\$ 144,148,314

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2006
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2005)

Schedule C-1

					TOTALS	
	District Projects Fund	KL VX Communications Group Fund	Federal Projects Fund	Medicaid Fund	2006	2005
ASSETS						
Pooled cash and investments	\$ 61,381,986	\$ 5,198,264	\$ 8,056,096	\$ 15,038,871	\$ 89,675,217	\$ 65,585,268
Accounts receivable	2,522,780	240,653	11,223,493	899,957	14,886,883	20,311,360
Inventories	-	-	-	-	-	26,961
Prepays	13,569	1,463	-	2,565	17,597	3,384
TOTAL ASSETS	\$ 63,918,335	\$ 5,440,380	\$ 19,279,589	\$ 15,941,393	\$ 104,579,697	\$ 85,926,973
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	\$ 2,851,693	\$ 67,447	\$ 2,499,489	\$ 215,096	\$ 5,633,725	\$ 5,264,112
Accrued salaries and benefits	18,300,735	81,260	9,137,777	11,239	27,531,011	23,491,826
Unearned revenue	28,941	697,802	7,642,323	884,000	9,253,066	12,329,543
Total liabilities	21,181,369	846,509	19,279,589	1,110,335	42,417,802	41,085,481
FUND BALANCE:						
Reserved for:						
Inventories	-	-	-	-	-	26,961
Prepays	13,569	1,463	-	2,565	17,597	3,384
Grants	-	567,355	-	-	567,355	272,757
Unreserved:						
Undesignated	42,723,397	4,025,053	-	14,828,493	61,576,943	44,538,390
Total fund balance	42,736,966	4,593,871	-	14,831,058	62,161,895	44,841,492
TOTAL LIABILITIES AND FUND BALANCES	\$ 63,918,335	\$ 5,440,380	\$ 19,279,589	\$ 15,941,393	\$ 104,579,697	\$ 85,926,973

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-2

					Totals	
	District Projects Fund	KLVX Communications Group Fund	Federal Projects Fund	Medicaid Fund	2006	2005
REVENUES:						
Local sources	\$ 6,195,896	\$ 4,953,489	\$ -	\$ 5,914	\$ 11,155,299	\$ 11,461,623
State sources	148,610,945	109,553	-	-	148,720,498	114,052,069
Federal sources	-	-	132,305,663	1,172,259	133,477,922	126,335,592
TOTAL REVENUES	154,806,841	5,063,042	132,305,663	1,178,173	293,353,719	251,849,284
EXPENDITURES:						
Current:						
Instruction:						
Regular instruction	108,205,438	-	56,910,374	909,415	166,025,227	151,140,749
Special instruction	1,463,199	-	18,126,747	989,921	20,579,867	16,133,223
Vocational instruction	264,245	-	2,016,304	-	2,280,549	2,358,286
Adult instruction	6,170,959	-	-	-	6,170,959	6,112,318
Other instruction	19,624	-	-	2,015	21,639	17,129
Total instruction	116,123,465	-	77,053,425	1,901,351	195,078,241	175,761,705
Support services:						
Student support	1,320,937	-	11,384,333	30,384	12,735,654	12,174,792
Instructional staff support	9,226,505	-	21,625,470	325,443	31,177,418	28,990,068
Educational media services	-	4,058,361	-	-	4,058,361	4,287,284
General administration	5,755,932	-	15,974,136	535,555	22,265,623	18,759,612
School administration	15,720	-	-	95,056	110,776	202,540
Central services	3,646,420	-	1,191,900	860,704	5,699,024	1,468,175
Operation and maintenance of plant services	457,084	-	856,535	16,779	1,330,398	1,907,547
Student transportation	79,130	-	1,108,883	31,866	1,219,879	738,016
Other support services	380,444	-	3,110,981	-	3,491,425	3,588,345
Facilities acquisition and construction services	260,965	-	-	-	260,965	-
Total support services	21,143,137	4,058,361	55,252,238	1,895,787	82,349,523	72,116,379
TOTAL EXPENDITURES	137,266,602	4,058,361	132,305,663	3,797,138	277,427,764	247,878,084
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	17,540,239	1,004,681	-	(2,618,965)	15,925,955	3,971,200
OTHER FINANCING SOURCES (USES):						
Transfers in	1,394,448	-	-	-	1,394,448	2,537,077
Transfers out	-	-	-	-	-	(2,750,000)
TOTAL OTHER FINANCING SOURCES (USES)	1,394,448	-	-	-	1,394,448	(212,923)
NET CHANGE IN FUND BALANCES	18,934,687	1,004,681	-	(2,618,965)	17,320,403	3,758,277
FUND BALANCE, JULY 1	23,802,279	3,589,190	-	17,450,023	44,841,492	41,083,215
FUND BALANCE, JUNE 30	\$ 42,736,966	\$ 4,593,871	\$ -	\$ 14,831,058	\$ 62,161,895	\$ 44,841,492

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule C-3

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ 61,381,986	\$ 40,271,465
Accounts receivable	2,522,780	784,429
Prepays	<u>13,569</u>	<u>2,500</u>
TOTAL ASSETS	\$ <u>63,918,335</u>	\$ <u>41,058,394</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 2,851,693	\$ 1,725,128
Accrued salaries and benefits	18,300,735	15,529,291
Unearned revenue	<u>28,941</u>	<u>1,696</u>
Total liabilities	<u>21,181,369</u>	<u>17,256,115</u>
FUND BALANCE:		
Reserved for prepaids	13,569	2,500
Unreserved:		
Undesignated	<u>42,723,397</u>	<u>23,799,779</u>
Total fund balance	<u>42,736,966</u>	<u>23,802,279</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>63,918,335</u>	\$ <u>41,058,394</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-4

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Distance learning tuition	\$ 300,000	\$ 288,551	\$ (11,449)	\$ 318,669
Adult education	150,000	187,136	37,136	227,954
Professional development fees	325,000	218,258	(106,742)	219,151
Athletic proceeds	-	8,680	8,680	60,456
Services provided	-	30,482	30,482	-
Donations and grants	1,074,000	947,166	(126,834)	1,074,554
Other local sources	4,131,000	4,100,586	(30,414)	4,139,309
Investment income:				
Net increase in the fair value of investments	-	133,469	133,469	49,449
Interest income	330,000	281,568	(48,432)	192,226
Total local sources	6,310,000	6,195,896	(114,104)	6,281,768
State sources:				
State distributive fund	11,350,000	11,391,304	41,304	10,783,021
State special appropriations	136,631,000	137,219,641	588,641	103,233,298
Total state sources	147,981,000	148,610,945	629,945	114,016,319
TOTAL REVENUES	154,291,000	154,806,841	515,841	120,298,087
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Salaries	89,552,000	76,385,045	13,166,955	70,828,664
Benefits	26,965,000	23,979,918	2,985,082	22,305,233
Purchased services	911,816	178,852	732,964	487,559
Supplies	8,580,748	6,918,896	1,661,852	3,942,347
Property	2,650,619	681,288	1,969,331	563,873
Other	70,000	61,439	8,561	25,839
Total instruction	128,730,183	108,205,438	20,524,745	98,153,515
Support services:				
Student transportation:				
Purchased services	50,000	47,110	2,890	28,806
Other support services:				
Salaries	210,000	202,342	7,658	211,207
Benefits	55,000	48,671	6,329	48,756
Purchased services	615,000	577,237	37,763	439,191
Supplies	513,000	470,065	42,935	225,690
Other	2,000	1,321	679	1,207
Total other support services	1,395,000	1,299,636	95,364	926,051
Total support services	1,445,000	1,346,746	98,254	954,857
TOTAL REGULAR PROGRAMS	130,175,183	109,552,184	20,622,999	99,108,372

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-4

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
SPECIAL PROGRAMS:				
Instruction:				
Salaries	\$ 1,200,000	\$ 1,181,965	\$ 18,035	\$ 680,000
Benefits	-	23	(23)	-
Purchased services	-	1,845	(1,845)	416
Supplies	285,000	277,741	7,259	2,760
Property	-	1,625	(1,625)	-
Total instruction	1,485,000	1,463,199	21,801	683,176
Support services:				
Other support services:				
Salaries	180,000	172,639	7,361	194,351
Supplies	5,000	4,556	444	5,565
Other	5,000	3,886	1,114	1,187
Total support services	190,000	181,081	8,919	201,103
TOTAL SPECIAL PROGRAMS	1,675,000	1,644,280	30,720	884,279
VOCATIONAL PROGRAMS:				
Instruction:				
Salaries	50,000	30,000	20,000	-
Purchased services	-	-	-	24,525
Supplies	175,000	165,437	9,563	284,337
Property	75,000	68,808	6,192	97,450
TOTAL VOCATIONAL PROGRAMS	300,000	264,245	35,755	406,312
OTHER INSTRUCTIONAL PROGRAMS:				
School co-curricular activities:				
Instruction:				
Salaries	10,000	10,000	-	-
Supplies	10,000	6,266	3,734	6,491
Other	3,000	1,526	1,474	-
Total instruction	23,000	17,792	5,208	6,491
Support services:				
Other support services:				
Salaries	-	749	(749)	-
Benefits	-	13	(13)	-
Purchased services	2,000	1,434	566	1,633
Supplies	2,000	316	1,684	235
Total support services	4,000	2,512	1,488	1,868
Total school co-curricular activities	27,000	20,304	6,696	8,359

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-4

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Summer school:				
Instruction:				
Supplies	\$ 2,000	\$ 1,832	\$ 168	\$ -
TOTAL OTHER INSTRUCTIONAL PROGRAMS	29,000	22,136	6,696	8,359
ADULT EDUCATION PROGRAMS:				
Instruction:				
Salaries	4,303,000	3,763,121	539,879	3,707,335
Benefits	975,305	610,495	364,810	541,128
Purchased services	25,000	24,906	94	87,363
Supplies	1,754,000	1,750,997	3,003	1,707,632
Property	20,000	15,906	4,094	65,167
Other	6,000	5,534	466	3,693
Total instruction	7,083,305	6,170,959	912,346	6,112,318
Support services:				
Salaries	3,135,000	3,126,958	8,042	2,488,861
Benefits	900,000	856,870	43,130	759,530
Purchased services	104,000	101,567	2,433	178,475
Supplies	399,000	396,315	2,685	204,902
Property	344,000	323,406	20,594	20,689
Total support services	4,882,000	4,805,116	76,884	3,652,457
Student transportation:				
Purchased services	1,000	220	780	530
TOTAL ADULT EDUCATION PROGRAMS	11,966,305	10,976,295	990,010	9,765,305
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student support:				
Salaries	200,000	187,426	12,574	179,749
Benefits	13,000	12,749	251	12,534
Purchased services	50,000	48,410	1,590	33,384
Supplies	5,000	6,561	(1,561)	45,041
Other	7,000	3,424	3,576	7,897
Total student support	275,000	258,570	16,430	278,605
Instructional staff support:				
Salaries	3,065,000	2,938,955	126,045	2,550,939
Benefits	625,000	594,392	30,608	533,206
Purchased services	2,965,000	2,920,304	44,696	968,291
Supplies	630,000	616,418	13,582	630,491
Property	15,000	(46,860)	61,860	80,338
Other	775,000	751,776	23,224	805,941
Total instructional staff support	8,075,000	7,774,985	300,015	5,569,206

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-4

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
General administration:				
Salaries	\$ 1,783,562	\$ 1,722,287	\$ 61,275	\$ 1,464,325
Benefits	476,248	555,017	(78,769)	413,808
Purchased services	296,215	155,780	140,435	219,949
Supplies	248,101	68,815	179,286	83,879
Property	19,260	28,781	(9,521)	37,567
Other	42,155	8,044	34,111	15,405
Total general administration	2,865,541	2,538,724	326,817	2,234,933
School administration:				
Salaries	2,000	301	1,699	-
Benefits	3,000	1,144	1,856	-
Purchased services	15,000	14,275	725	63,989
Total school administration	20,000	15,720	4,280	63,989
Central services:				
Salaries	1,080,000	2,541,197	(1,461,197)	8,641
Benefits	170,000	756,888	(586,888)	2,618
Purchased services	200,000	175,688	24,312	2,083
Supplies	30,000	25,846	4,154	11,088
Property	20,000	17,726	2,274	-
Other	-	(662)	662	2,827
Total central services	1,500,000	3,516,683	(2,016,683)	27,257
Operation and maintenance of plant services:				
Salaries	8,000	7,990	10	-
Benefits	-	5	(5)	-
Purchased services	5,000	4,900	100	-
Supplies	15,000	14,630	370	41,024
Property	2,000	2,049	(49)	10,772
Total operation and maintenance of plant services	30,000	29,574	426	51,796
Student transportation:				
Purchased services	50,000	31,800	18,200	6,856
Other support:				
Salaries	10,000	7,579	2,421	-
Benefits	120,000	117,618	2,382	-
Other	270,000	255,244	14,756	401,812
Total other support	400,000	380,441	19,559	401,812

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-4

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Capital outlay:				
Facilities acquisition and construction services:				
Site improvements:				
Property	\$ 25,000	\$ 20,735	\$ 4,265	\$ -
Building acquisition and construction:				
Property	195,000	187,045	7,955	-
Building improvements:				
Purchased services	65,000	53,185	11,815	-
Total facilities acquisition and construction services	285,000	260,965	7,955	-
TOTAL UNDISTRIBUTED EXPENDITURES	13,500,541	14,807,462	(1,323,001)	8,634,454
TOTAL EXPENDITURES	157,646,029	137,266,602	20,363,179	118,807,081
EXCESS OF REVENUES OVER EXPENDITURES	(3,355,029)	17,540,239	20,895,268	1,491,006
OTHER FINANCING SOURCES:				
Transfers in	2,346,000	1,394,448	(951,552)	2,537,077
NET CHANGE IN FUND BALANCE	(1,009,029)	18,934,687	19,943,716	4,028,083
FUND BALANCE, JULY 1	23,802,279	23,802,279	-	19,774,196
FUND BALANCE, JUNE 30	\$ 22,793,250	\$ 42,736,966	\$ 19,943,716	\$ 23,802,279

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - KLVX COMMUNICATIONS GROUP FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule C-5

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ 5,198,264	\$ 3,751,991
Accounts receivable	240,653	265,989
Inventories	-	26,961
Prepays	<u>1,463</u>	<u>884</u>
TOTAL ASSETS	\$ <u>5,440,380</u>	\$ <u>4,045,825</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 67,447	\$ 73,049
Accrued salaries and benefits	81,260	64,896
Unearned revenue	<u>697,802</u>	<u>318,690</u>
Total liabilities	<u>846,509</u>	<u>456,635</u>
FUND BALANCE:		
Reserved for:		
Inventories	-	26,961
Prepays	1,463	884
Grants	567,355	272,757
Unreserved:		
Undesignated	<u>4,025,053</u>	<u>3,288,588</u>
Total fund balance	<u>4,593,871</u>	<u>3,589,190</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>5,440,380</u>	\$ <u>4,045,825</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - KLVX COMMUNICATIONS GROUP FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-6

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Donations and grants	\$ 4,905,000	\$ 3,153,513	\$ (1,751,487)	\$ 3,033,575
Other local sources	250,000	1,545,658	1,295,658	1,957,711
Investment income:				
Net increase in the fair value of investments	-	59,871	59,871	21,779
Interest income	145,000	194,447	49,447	155,911
Total local sources	5,300,000	4,953,489	(346,511)	5,168,976
State sources:				
State special appropriations	150,000	109,553	(40,447)	35,750
TOTAL REVENUES	5,450,000	5,063,042	(386,958)	5,204,726
EXPENDITURES:				
Current:				
UNDISTRIBUTED EXPENDITURES:				
Educational media services:				
Salaries	1,700,000	1,190,151	509,849	1,250,164
Benefits	800,000	360,764	439,236	379,850
Purchased services	1,030,000	926,349	103,651	1,193,083
Supplies	576,520	359,000	217,520	316,533
Property	100,000	45,496	54,504	23,537
Other	1,250,000	1,176,601	73,399	1,124,117
TOTAL EXPENDITURES	5,456,520	4,058,361	1,398,159	4,287,284
EXCESS OF REVENUES OVER EXPENDITURES	(6,520)	1,004,681	1,011,201	917,442
OTHER FINANCING USES:				
Transfers out	-	-	-	(2,750,000)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	(2,750,000)
NET CHANGE IN FUND BALANCE	(6,520)	1,004,681	1,011,201	(1,832,558)
FUND BALANCE, JULY 1	3,589,190	3,589,190	-	5,421,748
FUND BALANCE, JUNE 30	\$ 3,582,670	\$ 4,593,871	\$ 1,011,201	\$ 3,589,190

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule C-7

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ 8,056,096	\$ 6,187,543
Accounts receivable	<u>11,223,493</u>	<u>15,857,387</u>
TOTAL ASSETS	\$ <u>19,279,589</u>	\$ <u>22,044,930</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 2,499,489	\$ 3,148,536
Accrued salaries and benefits	9,137,777	7,887,237
Unearned revenue	<u>7,642,323</u>	<u>11,009,157</u>
Total liabilities	<u>19,279,589</u>	<u>22,044,930</u>
FUND BALANCE:		
Total fund balance	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>19,279,589</u>	\$ <u>22,044,930</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-8

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Federal sources:				
Improving America's Schools Act	\$ 72,591,723	\$ 71,417,822	\$ (1,173,901)	\$ 56,094,055
Education Handicapped Act	54,681,335	38,887,386	(15,793,949)	43,257,154
Vocational aid	4,220,660	6,827,020	2,606,360	3,185,163
Other federal sources	20,014,282	15,173,435	(4,840,847)	16,555,487
TOTAL REVENUES	151,508,000	132,305,663	(19,202,337)	119,091,859
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Salaries	28,436,116	23,953,242	4,482,874	23,121,408
Benefits	7,338,750	7,337,472	1,278	6,578,935
Purchased services	5,238,547	5,234,936	3,611	1,920,269
Supplies	20,386,525	20,273,890	112,635	18,631,527
Property	261,318	126,210	135,108	388,961
Other	141,578	(15,376)	156,954	87,779
Total instruction	61,802,834	56,910,374	4,892,460	50,728,879
Support services:				
Student transportation:				
Purchased services	7,140	3,401	3,739	9,598
Other support services:				
Salaries	740,288	618,415	121,873	403,090
Benefits	590,484	183,240	407,244	118,497
Purchased services	25,172	20,580	4,592	5,252
Supplies	39,484	13,183	26,301	33,508
Total other support services	1,395,428	835,418	560,010	560,347
Total support services	1,402,568	838,819	563,749	569,945
TOTAL REGULAR PROGRAMS	63,205,402	57,749,193	5,456,209	51,298,824
SPECIAL PROGRAMS:				
Instruction:				
Salaries	9,138,338	9,056,022	82,316	8,144,277
Benefits	3,516,375	3,479,935	36,440	3,535,420
Purchased services	1,476,993	1,467,153	9,840	951,474
Supplies	4,128,428	4,123,541	4,887	2,245,892
Other	-	96	(96)	-
Total instruction	18,260,134	18,126,747	133,387	14,877,063

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-8

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued				
Support Services:				
Other support services:				
Salaries	\$ 7,998,779	\$ 7,602,979	\$ 395,800	\$ 6,019,761
Benefits	2,219,092	2,017,806	201,286	1,632,053
Purchased services	5,146,047	4,654,239	491,808	4,870,898
Supplies	2,488,042	2,481,386	6,656	2,661,327
Property	110,159	73,041	37,118	54,735
Other	154,337	146,882	7,455	124,868
Total support services	18,116,456	16,976,333	1,140,123	15,363,642
TOTAL SPECIAL PROGRAMS	36,376,590	35,103,080	1,273,510	30,240,705
VOCATIONAL PROGRAMS:				
Instruction:				
Salaries	445,448	349,277	96,171	303,078
Benefits	183,336	138,843	44,493	124,390
Purchased services	72,136	1,193	70,943	27,280
Supplies	1,349,402	1,365,238	(15,836)	1,323,230
Property	191,890	148,647	43,243	164,560
Other	16,583	13,106	3,477	9,436
Total instruction	2,258,795	2,016,304	242,491	1,951,974
Support services:				
Other support services:				
Salaries	1,024,930	700,057	324,873	619,073
Benefits	236,977	183,782	53,195	166,236
Purchased services	210,069	198,852	11,217	114,447
Supplies	84,950	41,136	43,814	90,018
Property	17,768	34,865	(17,097)	-
Other	42,419	5,010	37,409	36,409
Total other support services	1,617,113	1,163,702	453,411	1,026,183
TOTAL VOCATIONAL PROGRAMS	3,875,908	3,180,006	695,902	2,978,157
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student support:				
Salaries	1,358,373	928,645	429,728	1,046,263
Benefits	348,808	272,484	76,324	286,621
Purchased services	547,791	601,548	(53,757)	769,154
Supplies	131,466	93,807	37,659	183,749
Property	13,143	12,542	601	-
Other	365,419	257,087	108,332	309,489
Total student support	2,765,000	2,166,113	598,887	2,595,276

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-8

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued				
Instructional staff support:				
Salaries	\$ 6,271,605	\$ 6,200,445	\$ 71,160	\$ 5,232,908
Benefits	3,237,990	1,477,666	1,760,324	1,656,879
Purchased services	6,259,384	4,399,459	1,859,925	4,291,940
Supplies	1,991,295	2,005,420	(14,125)	2,558,149
Property	56,515	27,126	29,389	46,826
Other	788,311	208,880	579,431	310,143
Total instructional staff support	18,605,100	14,318,996	4,286,104	14,096,845
General administration:				
Salaries	10,973,264	9,576,371	1,396,893	7,556,563
Benefits	3,441,848	2,926,363	515,485	2,429,681
Purchased services	1,150,117	546,925	603,192	778,080
Supplies	820,333	462,756	357,577	793,712
Property	91,291	15,299	75,992	39,152
Other	73,147	14,408	58,739	18,655
Total general administration	16,550,000	13,542,122	3,007,878	11,615,843
Central services:				
Salaries	827,917	758,355	69,562	554,621
Benefits	242,716	201,054	41,662	151,641
Purchased services	234,793	168,845	65,948	154,395
Supplies	48,189	33,149	15,040	174
Property	-	-	-	161
Other	2,056,385	11,752	2,044,633	13,728
Total central services	3,410,000	1,173,155	2,236,845	874,720
Operation and maintenance of plant services:				
Salaries	1,271,333	621,071	650,262	1,074,127
Benefits	460,659	225,251	235,408	386,344
Purchased services	21,691	9,950	11,741	5,827
Supplies	1,317	263	1,054	-
Total operation and maintenance of plant services	1,755,000	856,535	898,465	1,466,298
Student transportation:				
Purchased services	1,125,000	1,105,482	19,518	601,803
Property	-	-	-	44,843
Total student transportation	1,125,000	1,105,482	19,518	646,646
Other support:				
Salaries	2,000	1,323	677	286
Benefits	50	17	33	19
Supplies	5,603	3,556	2,047	13,590
Other	3,832,347	3,106,085	726,262	3,264,650
Total other support	3,840,000	3,110,981	729,019	3,278,545

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-8

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
<u>EXPENDITURES - Continued:</u>				
TOTAL UNDISTRIBUTED EXPENDITURES	\$ 48,050,100	\$ 36,273,384	\$ 11,776,716	\$ 34,574,173
TOTAL EXPENDITURES	151,508,000	132,305,663	19,202,337	119,091,859
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, JULY 1	-	-	-	-
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ -	\$ -

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - MEDICAID FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule C-9

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ 15,038,871	\$ 15,374,269
Accounts receivable	899,957	3,403,555
Prepays	<u>2,565</u>	<u>-</u>
TOTAL ASSETS	\$ <u>15,941,393</u>	\$ <u>18,777,824</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 215,096	\$ 317,399
Accrued salaries and benefits	11,239	10,402
Unearned revenue	<u>884,000</u>	<u>1,000,000</u>
Total liabilities	<u>1,110,335</u>	<u>1,327,801</u>
FUND BALANCE:		
Reserved for prepaids	2,565	-
Unreserved:		
Undesignated	<u>14,828,493</u>	<u>17,450,023</u>
Total fund balance	<u>14,831,058</u>	<u>17,450,023</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>15,941,393</u>	\$ <u>18,777,824</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - MEDICAID FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-10

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Other local sources	\$ -	\$ 5,914	\$ 5,914	\$ 10,879
Federal sources:				
Third-party billing	2,500,000	1,172,259	(1,327,741)	2,522,469
Administrative claiming	4,500,000	-	(4,500,000)	4,721,264
Total federal sources	7,000,000	1,172,259	(5,827,741)	7,243,733
TOTAL REVENUES	7,000,000	1,178,173	(5,821,827)	7,254,612
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Salaries	215,000	126,912	88,088	135,426
Benefits	30,000	7,260	22,740	8,118
Purchased services	598,000	113,804	484,196	342,669
Supplies	1,320,000	467,356	852,644	1,444,292
Property	305,000	177,503	127,497	304,388
Other	10,000	16,580	(6,580)	23,462
Total instruction	2,478,000	909,415	1,568,585	2,258,355
Support services:				
Student transportation:				
Purchased services	50,000	31,866	18,134	45,580
Other support services:				
Purchased services	268,402	12,219	256,183	5,731
Supplies	80,000	17,589	62,411	154,849
Property	-	-	-	17,586
Other	-	-	-	1,178
Total other support services	348,402	29,808	318,594	179,344
Total support services	398,402	61,674	336,728	224,924
TOTAL REGULAR PROGRAMS	2,876,402	971,089	1,905,313	2,483,279
SPECIAL PROGRAMS:				
Instruction:				
Salaries	20,000	-	20,000	15,418
Benefits	5,000	-	5,000	232
Purchased services	610,000	546,209	63,791	-
Supplies	160,000	147,560	12,440	294,310
Property	300,000	296,152	3,848	263,024
Total instruction	1,095,000	989,921	105,079	572,984

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - MEDICAID FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-10

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Support services:				
Other support services:				
Purchased services	\$ 2,037,000	\$ 153,375	\$ 1,883,625	\$ 1,614,919
Supplies	290,000	260,472	29,528	235,053
Property	70,000	30,384	39,616	-
Other	3,000	8,692	(5,692)	6,765
Total support services	2,400,000	452,923	1,947,077	1,856,737
TOTAL SPECIAL PROGRAMS	3,495,000	1,442,844	2,052,156	2,429,721
OTHER INSTRUCTIONAL PROGRAMS:				
School co-curricular activities:				
Instruction:				
Purchased services	10,000	2,015	7,985	1,325
Supplies	-	-	-	7,310
Property	-	-	-	2,003
TOTAL OTHER INSTRUCTIONAL PROGRAMS	10,000	2,015	7,985	10,638
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student support:				
Salaries	-	-	-	55
Benefits	-	-	-	10
Supplies	-	-	-	170
Total student support	-	-	-	235
Instructional staff support:				
Salaries	100,000	1,643	98,357	99,074
Benefits	20,000	13	19,987	2,228
Purchased services	48,582	87,929	(39,347)	53,483
Supplies	-	-	-	1,187
Other	1,811	160	1,651	167
Total instructional staff support	170,393	89,745	80,648	156,139
General administration:				
Salaries	-	-	-	2,726
Benefits	-	-	-	57
Purchased services	185,000	215,980	(30,980)	231,333
Supplies	110,000	100,800	9,200	43,492
Property	30,000	2,126	27,874	30,736
Total general administration	325,000	318,906	6,094	308,344

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - MEDICAID FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule C-10

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
School administration:				
Salaries	\$ 100,000	\$ 46,014	\$ 53,986	\$ 47,844
Benefits	25,000	2,962	22,038	3,764
Purchased services	40,000	39,908	92	65,976
Supplies	20,000	6,172	13,828	20,543
Total school administration	185,000	95,056	89,944	138,127
Central services:				
Salaries	75,000	59,340	15,660	82,176
Benefits	25,000	15,843	9,157	37,059
Purchased services	598,100	590,386	7,714	2,285
Supplies	215,589	191,807	23,782	2,390
Property	4,500	3,328	1,172	-
Total central services	918,189	860,704	57,485	123,910
Operation and maintenance of plant services:				
Purchased services	-	-	-	394
Supplies	19,317	16,779	2,538	41,073
Total operation and maintenance of plant services	19,317	16,779	2,538	41,467
Student transportation:				
Purchased services	10,699	-	10,699	-
TOTAL UNDISTRIBUTED EXPENDITURES	1,628,598	1,381,190	236,709	768,222
TOTAL EXPENDITURES	8,010,000	3,797,138	4,202,163	5,691,860
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,010,000)	(2,618,965)	(1,608,965)	1,562,752
NET CHANGE IN FUND BALANCE	(1,010,000)	(2,618,965)	(1,608,965)	1,562,752
FUND BALANCE, JULY 1	17,450,023	17,450,023	-	15,887,271
FUND BALANCE, JUNE 30	\$ 16,440,023	\$ 14,831,058	\$ (1,608,965)	\$ 17,450,023

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NONMAJOR CAPITAL PROJECTS FUNDS

BUILDING AND SITE FUND

To account for the costs of construction, purchases, modernization, or furnishing of school buildings or sites as specified in NRS 387.335 or successor statutes.

GOVERNMENTAL SERVICES TAX FUND

To account for capital projects paid with Governmental Services Taxes.

EXTRAORDINARY MAINTENANCE AND CAPITAL REPLACEMENT FUND

To account for the costs of capital projects that maintain District facilities and equipment in a fit operating condition.

TAX FUND

To account for the costs of capital projects undertaken with proceeds of ad valorem and other taxes of assessments received under NRS 387.3285, 387.3287, 387.33, and predecessor or successor statutes.

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2006
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2005)

Schedule D-1

			Extraordinary Maintenance and Capital Replacement Fund		TOTALS	
	Building and Sites Fund	Governmental Services Tax Fund		Tax Fund	2006	2005
ASSETS						
Pooled cash and investments	\$ 86,990,187	\$ 22,542,591	\$ 7,048,143	\$ 1,163,046	\$ 117,743,967	\$ 97,993,252
Accounts receivable	-	2,394,421	-	-	2,394,421	2,224,054
Prepays	-	10,426	-	-	10,426	-
TOTAL ASSETS	\$ 86,990,187	\$ 24,947,438	\$ 7,048,143	\$ 1,163,046	\$ 120,148,814	\$ 100,217,306
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	\$ 303,843	\$ 1,771,929	\$ -	\$ -	\$ 2,075,772	\$ 494,514
Accrued salaries and benefits	-	304,876	-	-	304,876	243,306
Construction contracts and retentions payable	144,867	617,296	-	-	762,163	172,664
Total liabilities	448,710	2,694,101	-	-	3,142,811	910,484
FUND BALANCE:						
Reserved for prepaids	-	10,426	-	-	10,426	-
Unreserved:						
Designated for:						
Capital improvements	86,541,477	22,242,911	-	1,163,046	109,947,434	92,471,090
Capital replacements	-	-	7,048,143	-	7,048,143	6,835,732
Total fund balances	86,541,477	22,253,337	7,048,143	1,163,046	117,006,003	99,306,822
TOTAL LIABILITIES AND FUND BALANCES	\$ 86,990,187	\$ 24,947,438	\$ 7,048,143	\$ 1,163,046	\$ 120,148,814	\$ 100,217,306

NONMAJOR CAPITAL PROJECTS FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule D-2

	Building and Sites Fund	Governmental Services Tax Fund	Extraordinary Maintenance and Capital Replacement Fund	Tax Fund	TOTALS	
					2006	2005
REVENUES:						
Local sources	\$ 2,988,823	\$ 27,701,873	\$ 250,309	\$ 43,560	\$ 30,984,565	\$ 26,963,398
Other sources	11,545,154	-	-	-	11,545,154	523,781
TOTAL REVENUES	14,533,977	27,701,873	250,309	43,560	42,529,719	27,487,179
EXPENDITURES:						
Current:						
Instruction:						
Regular instruction	-	1,354,653	37,898	-	1,392,551	673,230
Support services:						
Central services	-	171	-	-	171	940
Operation and maintenance of plant services	30,343	8,271,205	-	-	8,301,548	24,531
Capital outlay:	1,855,569	15,780,699	-	-	17,636,268	36,314,209
TOTAL EXPENDITURES	1,885,912	25,406,728	37,898	-	27,330,538	37,012,910
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	12,648,065	2,295,145	212,411	43,560	15,199,181	(9,525,731)
OTHER FINANCING SOURCES:						
Transfers in	-	2,500,000	-	-	2,500,000	19,000,000
General obligation bonds issued	-	-	-	-	-	60,000,000
Premiums on general obligation bonds	-	-	-	-	-	3,928,867
TOTAL OTHER FINANCING SOURCES	-	2,500,000	-	-	2,500,000	82,928,867
NET CHANGE IN FUND BALANCES	12,648,065	4,795,145	212,411	43,560	17,699,181	73,403,136
FUND BALANCES, JULY 1	73,893,412	17,458,192	6,835,732	1,119,486	99,306,822	25,903,686
FUND BALANCES, JUNE 30	\$ 86,541,477	\$ 22,253,337	\$ 7,048,143	\$ 1,163,046	\$ 117,006,003	\$ 99,306,822

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - BUILDING AND SITES FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule D-3

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ <u>86,990,187</u>	\$ <u>73,967,542</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 303,843	\$ 29,206
Construction contracts and retentions payable	<u>144,867</u>	<u>44,924</u>
Total liabilities	<u>448,710</u>	<u>74,130</u>
FUND BALANCE:		
Unreserved:		
Designated for capital improvements	<u>86,541,477</u>	<u>73,893,412</u>
Total fund balance	<u>86,541,477</u>	<u>73,893,412</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>86,990,187</u>	\$ <u>73,967,542</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - BUILDING AND SITES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule D-4

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Rental income	\$ -	\$ 28,860	\$ 28,860	\$ 10,300
Investment income:				
Net increase in the fair value of investments	-	947,106	947,106	360,465
Interest income	2,400,000	2,012,857	(387,143)	1,192,289
Total local sources	2,400,000	2,988,823	588,823	1,563,054
Other sources:				
Sales of district property	5,000,000	11,545,154	6,545,154	522,284
TOTAL REVENUES	7,400,000	14,533,977	7,133,977	2,085,338
EXPENDITURES:				
Current:				
UNDISTRIBUTED EXPENDITURES:				
Operation and maintenance of plant services:				
Purchased services	35,000	30,343	4,657	24,531
Capital outlay:				
Facilities acquisition and construction services:				
Land acquisition services:				
Purchased services	20,000	12,374	7,626	4,473
Property	80,000	47,057	32,943	654,015
Total land acquisition services	100,000	59,431	40,569	658,488
Site improvements:				
Salaries	10,000	1,228	8,772	-
Benefits	5,000	261	4,739	-
Purchased services	-	-	-	20,656
Property	475,000	380,564	94,436	257,259
Total site improvements	490,000	382,053	107,947	277,915
Building acquisition and construction:				
Salaries	20,000	14,144	5,856	2,171
Benefits	5,000	1,118	3,882	306
Purchased services	47,165,000	1,330,400	45,834,600	848,855
Property	-	-	-	14,486,499
Total building acquisition and construction	47,190,000	1,345,662	45,844,338	15,337,831
Building improvements:				
Purchased services	50,000	32,778	17,222	16,796
Other facilities acquisition and construction:				
Purchased services	100,000	35,645	64,355	274,285
Property	200,000	-	200,000	-
Total other facilities acquisition and construction	300,000	35,645	264,355	274,285

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - BUILDING AND SITES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule D-4

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Total facilities acquisition and construction services	48,130,000	1,855,569	46,274,431	16,565,315
TOTAL UNDISTRIBUTED EXPENDITURES	\$ 48,165,000	\$ 1,885,912	\$ 46,279,088	\$ 16,589,846
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(40,765,000)	12,648,065	53,413,065	(14,504,508)
OTHER FINANCING SOURCES:				
Transfers in	-	-	-	16,500,000
General obligation bonds issued	-	-	-	60,000,000
Premiums on general obligation bonds	-	-	-	3,928,867
TOTAL OTHER FINANCING SOURCES	-	-	-	80,428,867
NET CHANGE IN FUND BALANCE	(40,765,000)	12,648,065	53,413,065	65,924,359
FUND BALANCE, JULY 1	73,893,412	73,893,412	-	7,969,053
FUND BALANCE, JUNE 30	\$ 33,128,412	\$ 86,541,477	\$ 53,413,065	\$ 73,893,412

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - GOVERNMENTAL SERVICES TAX FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule D-5

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ 22,542,591	\$ 16,070,492
Accounts receivable	2,394,421	2,224,054
Prepays	<u>10,426</u>	<u>-</u>
TOTAL ASSETS	\$ <u>24,947,438</u>	\$ <u>18,294,546</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 1,771,929	\$ 465,308
Accrued salaries and benefits	304,876	243,306
Construction contracts and retentions payable	<u>617,296</u>	<u>127,740</u>
Total liabilities	<u>2,694,101</u>	<u>836,354</u>
FUND BALANCE:		
Reserved for prepaids	10,426	-
Unreserved:		
Designated for capital improvements	<u>22,242,911</u>	<u>17,458,192</u>
Total fund balance	<u>22,253,337</u>	<u>17,458,192</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>24,947,438</u>	\$ <u>18,294,546</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - GOVERNMENTAL SERVICES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule D-6

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Governmental services tax	\$ 28,200,000	\$ 26,954,699	\$ (1,245,301)	\$ 24,893,165
Other local sources	-	9,377	9,377	-
Investment income:				
Net increase in the fair value of investments	-	240,731	240,731	59,898
Interest income	400,000	497,066	97,066	229,431
Total local sources	28,600,000	27,701,873	(898,127)	25,182,494
Other sources:				
Sales of district property	-	-	-	1,497
TOTAL REVENUES	28,600,000	27,701,873	(898,127)	25,183,991
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Purchased services	3,000	2,800	200	-
Supplies	-	22	(22)	20,507
Property	1,360,000	1,351,831	8,169	634,944
TOTAL REGULAR PROGRAMS	1,363,000	1,354,653	8,347	655,451
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Central services:				
Other	-	171	(171)	940
Operation and maintenance of plant services:				
Salaries	3,040,000	3,057,844	(17,844)	-
Benefits	475,000	469,189	5,811	-
Purchased services	2,900,000	2,875,878	24,122	-
Supplies	1,550,000	1,550,802	(802)	-
Property	318,000	316,227	1,773	-
Other	2,000	1,265	735	-
Total operation and maintenance of plant services	8,285,000	8,271,205	13,795	-
Total support services	8,285,000	8,271,376	13,624	940
Capital outlay:				
Facilities acquisition and construction services:				
Site improvements:				
Salaries	368,000	366,801	1,199	7,998
Benefits	105,000	104,321	679	10,650
Purchased services	525,000	505,000	20,000	1,457,263
Supplies	22,000	21,802	198	74,989
Total site improvements	1,020,000	997,924	22,076	1,550,900

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - GOVERNMENTAL SERVICES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule D-6

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Architecture and engineering:				
Purchased services	\$ 115,000	\$ 110,873	\$ 4,127	\$ 136,579
Building acquisition and construction:				
Salaries	4,000	3,347	653	184
Benefits	1,000	949	51	-
Purchased services	10,000	8,849	1,151	22,539
Supplies	-	-	-	10,877
Property	2,875,000	2,862,578	12,422	-
Total building acquisition and construction	2,890,000	2,875,723	14,277	33,600
Building improvements:				
Salaries	2,250,000	4,217,242	(1,967,242)	7,369,461
Benefits	502,000	1,112,402	(610,402)	1,648,379
Purchased services	810,000	2,795,488	(1,985,488)	2,506,049
Supplies	1,200,000	3,132,255	(1,932,255)	2,096,164
Property	39,000	39,242	(242)	633,785
Other	1,000	408	592	1,028
Total building improvements	4,802,000	11,297,037	(6,495,037)	14,254,866
Other facilities acquisition and construction:				
Salaries	145,000	143,865	1,135	136,154
Benefits	25,000	25,858	(858)	24,413
Purchased services	354,000	329,060	24,940	318,374
Supplies	1,000	359	641	3,239
Property	-	-	-	131,266
Other	-	-	-	40
Total other facilities acquisition and construction	525,000	499,142	25,858	613,486
Total facilities acquisition and construction services	9,352,000	15,780,699	(6,428,699)	16,589,431
TOTAL UNDISTRIBUTED EXPENDITURES	17,637,000	24,052,075	(6,415,075)	16,590,371
TOTAL EXPENDITURES	19,000,000	25,406,728	(6,406,728)	17,245,822
EXCESS OF REVENUES OVER EXPENDITURES	9,600,000	2,295,145	(7,304,855)	7,938,169
OTHER FINANCING SOURCES:				
Transfers in	-	2,500,000	2,500,000	2,500,000
NET CHANGE IN FUND BALANCE	9,600,000	4,795,145	(4,804,855)	10,438,169
FUND BALANCE, JULY 1	17,458,192	17,458,192	-	7,020,023
FUND BALANCE, JUNE 30	\$ 27,058,192	\$ 22,253,337	\$ (4,804,855)	\$ 17,458,192

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - EXTRAORDINARY MAINTENANCE AND CAPITAL
REPLACEMENT FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule D-7

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ <u>7,048,143</u>	\$ <u>6,835,732</u>
<u>LIABILITIES AND FUND BALANCE</u>		
FUND BALANCE:		
Unreserved:		
Designated for capital replacements	\$ <u>7,048,143</u>	\$ <u>6,835,732</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - EXTRAORDINARY MAINTENANCE AND CAPITAL REPLACEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule D-8

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Investment income:				
Net increase in the fair value of investments	\$ -	\$ 79,641	\$ 79,641	\$ 32,510
Interest income	215,000	170,668	(44,332)	129,495
TOTAL REVENUES	215,000	250,309	35,309	162,005
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Property	1,500,000	37,898	1,462,102	17,779
UNDISTRIBUTED EXPENDITURES:				
Building acquisition and construction:				
Property	10,000,000	-	10,000,000	-
TOTAL EXPENDITURES	11,500,000	37,898	11,462,102	17,779
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(11,285,000)	212,411	11,497,411	144,226
OTHER FINANCING SOURCES:				
Transfers in	10,000,000	-	(10,000,000)	-
NET CHANGE IN FUND BALANCE	(1,285,000)	212,411	1,497,411	144,226
FUND BALANCE, JULY 1	6,835,732	6,835,732	-	6,691,506
FUND BALANCE, JUNE 30	\$ 5,550,732	\$ 7,048,143	\$ 1,497,411	\$ 6,835,732

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - TAX FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2006 AND 2005

Schedule D-9

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Pooled cash and investments	\$ <u>1,163,046</u>	\$ <u>1,119,486</u>
<u>LIABILITIES AND FUND BALANCE</u>		
FUND BALANCE:		
Unreserved:		
Designated for capital improvements	\$ <u>1,163,046</u>	\$ <u>1,119,486</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

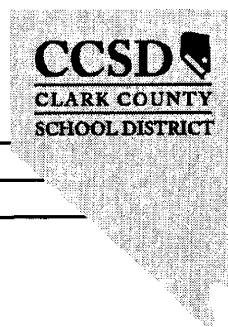
Schedule D-10

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Investment income:				
Net increase in the fair value of investments	\$ -	\$ 12,911	\$ 12,911	\$ 10,723
Interest income	70,000	30,649	(39,351)	45,122
TOTAL REVENUES	70,000	43,560	(26,440)	55,845
UNDISTRIBUTED EXPENDITURES:				
Facilities acquisition and construction services:				
Land acquisition services:				
Purchased services	-	-	-	6,700
Property	-	-	-	3,152,763
TOTAL EXPENDITURES	-	-	-	3,159,463
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	70,000	43,560	(26,440)	(3,103,618)
FUND BALANCE, JULY 1	1,119,486	1,119,486	-	4,223,104
FUND BALANCE, JUNE 30	\$ 1,189,486	\$ 1,163,046	\$ (26,440)	\$ 1,119,486

NONMAJOR ENTERPRISE FUND

FOOD SERVICE FUND

To account for transactions relating to the food services provided to schools and other locations. Financing is provided by user charges and federal subsidies.



CLARK COUNTY SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
COMPARATIVE SCHEDULE OF NET ASSETS
JUNE 30, 2006 AND 2005

Schedule E-1

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Current assets:		
Pooled cash and investments	\$ 21,598,262	\$ 21,183,799
Accounts receivable	2,582,390	2,620,425
Inventories	4,570,930	4,104,881
Prepays	<u>12,425</u>	<u>8,242</u>
Total current assets	<u>28,764,007</u>	<u>27,917,347</u>
Noncurrent assets:		
Capital assets, net of accumulated depreciation	<u>8,930,918</u>	<u>8,911,425</u>
TOTAL ASSETS	<u>37,694,925</u>	<u>36,828,772</u>
<u>LIABILITIES</u>		
Current liabilities:		
Accounts payable	836,396	1,226,868
Accrued salaries and benefits	1,132,907	819,619
Compensated absences liability - current	<u>550,165</u>	<u>335,187</u>
Total current liabilities	<u>2,519,468</u>	<u>2,381,674</u>
Noncurrent liabilities:		
Compensated absences liability	<u>239,115</u>	<u>341,103</u>
TOTAL LIABILITIES	<u>2,758,583</u>	<u>2,722,777</u>
<u>NET ASSETS</u>		
Invested in capital assets	8,930,918	8,911,425
Unrestricted	<u>26,005,424</u>	<u>25,194,570</u>
TOTAL NET ASSETS	\$ <u>34,936,342</u>	\$ <u>34,105,995</u>

CLARK COUNTY SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule E-2

	2006			2005
	Budget	Actual	Variance- Positive (Negative)	Actual
<u>OPERATING REVENUES:</u>				
Daily food sales	\$ 23,135,000	\$ 24,035,678	\$ 900,678	\$ 22,241,882
Catering sales	1,035,000	1,095,033	60,033	996,521
TOTAL OPERATING REVENUES	24,170,000	25,130,711	960,711	23,238,403
<u>OPERATING EXPENSES:</u>				
Food and supplies	41,210,000	36,444,749	4,765,251	35,989,410
Salaries	22,645,000	22,650,072	(5,072)	20,064,330
Benefits	9,625,000	7,850,387	1,774,613	7,385,697
Purchased services	2,360,000	2,204,371	155,629	2,138,750
Property	1,035,000	657,772	377,228	1,007,482
Depreciation	895,000	857,423	37,577	736,773
Other	2,210,000	1,733,909	476,091	2,259,063
TOTAL OPERATING EXPENSES	79,980,000	72,398,683	7,581,317	69,581,505
OPERATING LOSS	(55,810,000)	(47,267,972)	8,542,028	(46,343,102)
<u>NON-OPERATING REVENUES (EXPENSES):</u>				
Federal subsidies	46,725,000	43,420,382	(3,304,618)	38,787,425
Commodity revenue	-	3,075,003	3,075,003	3,517,790
State matching funds	-	428,852	428,852	-
Loss on disposal of asset	-	(2,125)	(2,125)	-
Other revenue	25,000	11,437	(13,563)	24,367
Investment income:				
Net increase in the fair value of investments	-	205,282	205,282	103,473
Interest income	525,000	450,386	(74,614)	409,251
TOTAL NON-OPERATING REVENUES (EXPENSES)	47,275,000	47,589,217	314,217	42,842,306
CHANGE IN NET ASSETS BEFORE TRANSFERS	(8,535,000)	321,245	8,856,245	(3,500,796)
Transfers in	500,000	509,102	9,102	440,830
CHANGE IN NET ASSETS	(8,035,000)	830,347	8,865,347	(3,059,966)
NET ASSETS, JULY 1	34,105,995	34,105,995	-	37,165,961
NET ASSETS, JUNE 30	\$ 26,070,995	\$ 34,936,342	\$ 8,865,347	\$ 34,105,995

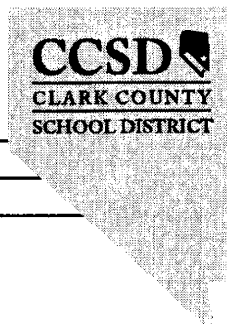
INTERNAL SERVICE FUNDS

INSURANCE AND RISK MANAGEMENT FUND

To account for transactions relating to insurance and risk management services provided to other departments of the District on a reimbursement basis.

GRAPHIC ART PRODUCTIONS FUND

To account for transactions relating to printing services provided to other departments of the District on a cost reimbursement basis.



CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF NET ASSETS
JUNE 30, 2006
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2005)

Schedule F-1

	Insurance and Risk Management Fund	Graphic Arts Production Fund	Totals	
			2006	2005
ASSETS				
Current assets:				
Pooled cash and investments	\$ 28,485,337	\$ 2,548,363	\$ 31,033,700	\$ 36,402,234
Accounts receivable	18,853	-	18,853	197,300
Interest receivable	157,225	-	157,225	12,749
Prepays	10,027	393	10,420	18,208
Total current assets	28,671,442	2,548,756	31,220,198	36,630,491
Noncurrent assets:				
Restricted pooled cash and investments:				
Certificate of deposit for self-insurance	5,857,000	-	5,857,000	5,666,000
Capital assets, net of accumulated depreciation	244,544	811,464	1,056,008	393,600
Total noncurrent assets	6,101,544	811,464	6,913,008	6,059,600
TOTAL ASSETS	34,772,986	3,360,220	38,133,206	42,690,091
LIABILITIES				
Current liabilities:				
Accounts payable	280,525	872,977	1,153,502	379,319
Accrued salaries and benefits	39,175	55,296	94,471	83,831
Liability insurance claims payable	6,661,904	-	6,661,904	10,087,868
Workers compensation claims payable	9,263,275	-	9,263,275	12,968,105
Compensated absences liability - current	54,481	65,979	120,460	80,779
Total current liabilities	16,299,360	994,252	17,293,612	23,599,902
Noncurrent liabilities:				
Compensated absences liability	32,917	8,706	41,623	51,312
TOTAL LIABILITIES	16,332,277	1,002,958	17,335,235	23,651,214
NET ASSETS				
Invested in capital assets	244,544	811,464	1,056,008	393,600
Restricted for certificate of deposit for self-insurance	5,857,000	-	5,857,000	5,666,000
Unrestricted	12,339,165	1,545,798	13,884,963	12,979,277
TOTAL NET ASSETS	\$ 18,440,709	\$ 2,357,262	\$ 20,797,971	\$ 19,038,877

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule F-2

	Insurance and Risk Management Fund	Graphic Arts Production Fund	Totals	
			2006	2005
OPERATING REVENUES:				
Graphic production sales	\$ -	\$ 4,091,627	\$ 4,091,627	\$ 4,025,781
Insurance premiums	14,514,930	-	14,514,930	14,681,321
Subrogation claims	168,701	-	168,701	315,711
TOTAL OPERATING REVENUES	14,683,631	4,091,627	18,775,258	19,022,813
OPERATING EXPENSES:				
Salaries	893,709	767,450	1,661,159	1,501,251
Benefits	277,234	262,450	539,684	487,159
Purchased services	3,822,231	1,587,449	5,409,680	4,821,165
Supplies	20,309	618,837	639,146	563,641
Property	10,099	30,458	40,557	24,290
Insurance claims	264,799	-	264,799	4,055,120
Depreciation	24,043	33,042	57,085	57,532
Other expenses	9,366	3,418	12,784	3,255
TOTAL OPERATING EXPENSES	5,321,790	3,303,104	8,624,894	11,513,413
OPERATING INCOME	9,361,841	788,523	10,150,364	7,509,400
NON-OPERATING REVENUES (EXPENSES):				
Loss on disposal of assets	-	(1,936)	(1,936)	-
Investment income:				
Net increase in the fair value of investments	413,777	24,486	438,263	155,869
Interest income	1,112,036	49,673	1,161,709	737,111
TOTAL NON-OPERATING REVENUES (EXPENSES)	1,525,813	72,223	1,598,036	892,980
CHANGE IN NET ASSETS BEFORE TRANSFERS	10,887,654	860,746	11,748,400	8,402,380
Transfers in	10,694	-	10,694	-
Transfers out	(10,000,000)	-	(10,000,000)	-
TOTAL TRANSFERS	(9,989,306)	-	(9,989,306)	-
CHANGE IN NET ASSETS	898,348	860,746	1,759,094	8,402,380
NET ASSETS, JULY 1	17,542,361	1,496,516	19,038,877	10,636,497
NET ASSETS, JUNE 30	\$ 18,440,709	\$ 2,357,262	\$ 20,797,971	\$ 19,038,877

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2005)

Schedule F-3

	Insurance And Risk Management	Graphic Productions	Totals	
			2006	2005
Cash flows from operating activities:				
Cash received from customers	\$ 14,693,377	\$ 4,091,627	\$ 18,785,004	\$ 18,707,280
Cash received from other operating sources	168,701	-	168,701	123,608
Cash paid for services and supplies	(3,796,234)	(1,514,596)	(5,310,830)	(5,579,658)
Cash paid for claims and other payments	(7,404,959)	-	(7,404,959)	(6,200,904)
Cash paid to employees	(1,161,697)	(998,514)	(2,160,211)	(1,979,741)
Net cash provided by operating activities	<u>2,499,188</u>	<u>1,578,517</u>	<u>4,077,705</u>	<u>5,070,585</u>
Cash flows from capital and related financing activities:				
Purchase of equipment	<u>(21,001)</u>	<u>(689,734)</u>	<u>(710,735)</u>	<u>(34,984)</u>
Cash flows from noncapital financing activities:				
Transfer to other funds	<u>(10,000,000)</u>	<u>-</u>	<u>(10,000,000)</u>	<u>-</u>
Cash flows from investing activities:				
Interest income	967,560	49,673	1,017,233	724,362
Net increase in the fair value of investments	413,777	24,486	438,263	155,869
Sale of restricted investments	5,666,000	-	5,666,000	5,666,000
Purchase of restricted investments	<u>(5,857,000)</u>	<u>-</u>	<u>(5,857,000)</u>	<u>(5,666,000)</u>
Net cash provided by investing activities	<u>1,190,337</u>	<u>74,159</u>	<u>1,264,496</u>	<u>880,231</u>
Net increase in cash and cash equivalents	(6,331,476)	962,942	(5,368,534)	5,915,832
Cash and cash equivalents, July 1	<u>34,816,813</u>	<u>1,585,421</u>	<u>36,402,234</u>	<u>30,486,402</u>
Cash and cash equivalents, June 30	<u>28,485,337</u>	<u>2,548,363</u>	<u>31,033,700</u>	<u>36,402,234</u>
Restricted investments	<u>5,857,000</u>	<u>-</u>	<u>5,857,000</u>	<u>5,666,000</u>
Cash, cash equivalents, and restricted investments	<u>\$ 34,342,337</u>	<u>\$ 2,548,363</u>	<u>\$ 36,890,700</u>	<u>\$ 42,068,234</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 9,361,841	\$ 788,523	\$ 10,150,364	\$ 7,509,400
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	24,043	33,042	57,085	57,532
Change in assets and liabilities:				
(Increase)/decrease in accounts receivable	178,447	-	178,447	(60,058)
(Increase)/decrease in inventories	-	-	-	252,055
(Increase)/decrease in prepaids	(2,737)	10,525	7,788	(8,391)
Increase/(decrease) in accounts payable	59,142	715,041	774,183	32,319
Increase/(decrease) in workers compensation claims payable	(3,704,830)	-	(3,704,830)	905,127
Increase/(decrease) in liability insurance claims payable	(3,425,964)	-	(3,425,964)	(3,652,235)
Increase/(decrease) in liability for compensated absences	11,339	18,653	29,992	19,576
Increase/(decrease) in accrued salaries and benefits	(2,093)	12,733	10,640	15,260
Total adjustments	<u>(6,862,653)</u>	<u>789,994</u>	<u>(6,072,659)</u>	<u>(2,438,815)</u>
Net cash provided by operating activities	<u>\$ 2,499,188</u>	<u>\$ 1,578,517</u>	<u>\$ 4,077,705</u>	<u>\$ 5,070,585</u>
Noncash capital activities:				
Contribution of capital assets ¹	\$ 10,694	\$ -	\$ 10,694	\$ -

¹ Contribution of capital assets represents an increase in capital assets contributed from governmental funds that did not affect cash

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS - INSURANCE AND RISK MANAGEMENT FUND
COMPARATIVE SCHEDULE OF NET ASSETS
JUNE 30, 2006 AND 2005

Schedule F-4

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Current assets:		
Pooled cash and investments	\$ 28,485,337	\$ 34,816,813
Accounts receivable	18,853	197,300
Interest receivable	157,225	12,749
Prepays	10,027	7,290
Total current assets	<u>28,671,442</u>	<u>35,034,152</u>
Noncurrent assets:		
Restricted pooled cash and investments:		
Certificate of deposit for self-insurance	5,857,000	5,666,000
Capital assets, net of accumulated depreciation	244,544	236,892
Total noncurrent assets	<u>6,101,544</u>	<u>5,902,892</u>
TOTAL ASSETS	<u>34,772,986</u>	<u>40,937,044</u>
<u>LIABILITIES</u>		
Current liabilities:		
Accounts payable	280,525	221,383
Accrued salaries and benefits	39,175	41,268
Liability insurance claims payable	6,661,904	10,087,868
Workers compensation claims payable	9,263,275	12,968,105
Compensated absences liability - current	54,481	39,350
Total current liabilities	<u>16,299,360</u>	<u>23,357,974</u>
Noncurrent liabilities:		
Compensated absences liability	32,917	36,709
TOTAL LIABILITIES	<u>16,332,277</u>	<u>23,394,683</u>
<u>NET ASSETS</u>		
Invested in capital assets	244,544	236,892
Restricted for certificate of deposit for self-insurance	5,857,000	5,666,000
Unrestricted	12,339,165	11,639,469
TOTAL NET ASSETS	<u>\$ 18,440,709</u>	<u>\$ 17,542,361</u>

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS - INSURANCE AND RISK MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule F-5

	2006			2005
	Budget	Actual	Variance Positive (Negative)	Actual
<u>OPERATING REVENUES:</u>				
Insurance premiums	\$ 16,210,000	\$ 14,514,930	\$ (1,695,070)	\$ 14,681,321
Subrogation claims	295,000	168,701	(126,299)	315,711
TOTAL OPERATING REVENUES	16,505,000	14,683,631	(1,821,369)	14,997,032
<u>OPERATING EXPENSES:</u>				
Salaries	1,010,000	893,709	116,291	831,242
Benefits	308,000	277,234	30,766	262,140
Purchased services	4,825,000	3,822,231	1,002,769	3,159,466
Supplies	52,000	20,309	31,691	18,877
Property	56,000	10,099	45,901	10,265
Insurance claims	11,196,000	264,799	10,931,201	4,055,120
Depreciation	23,000	24,043	(1,043)	19,556
Other expenses	-	9,366	(9,366)	3,255
TOTAL OPERATING EXPENSES	17,470,000	5,321,790	12,148,210	8,359,921
OPERATING INCOME (LOSS)	(965,000)	9,361,841	10,326,841	6,637,111
<u>NON-OPERATING REVENUES:</u>				
Investment income:				
Net increase in the fair value of investments	-	413,777	413,777	149,835
Interest income	1,210,000	1,112,036	(97,964)	715,469
TOTAL NON-OPERATING REVENUES	1,210,000	1,525,813	315,813	865,304
CHANGE IN NET ASSETS BEFORE TRANSFERS	245,000	10,887,654	10,642,654	7,502,415
Transfers in	-	10,694	10,694	-
Transfers out	-	(10,000,000)	(10,000,000)	-
TOTAL TRANSFERS	-	(9,989,306)	(9,989,306)	-
CHANGE IN NET ASSETS	245,000	898,348	653,348	7,502,415
NET ASSETS, JULY 1	17,542,361	17,542,361	-	10,039,946
NET ASSETS, JUNE 30	\$ 17,787,361	\$ 18,440,709	\$ 653,348	\$ 17,542,361

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS - GRAPHIC ARTS PRODUCTION FUND
COMPARATIVE SCHEDULE OF NET ASSETS
JUNE 30, 2006 AND 2005

Schedule F-6

<u>ASSETS</u>	<u>2006</u>	<u>2005</u>
Current assets:		
Pooled cash and investments	\$ 2,548,363	\$ 1,585,421
Prepays	<u>393</u>	<u>10,918</u>
Total current assets	<u>2,548,756</u>	<u>1,596,339</u>
Noncurrent assets:		
Capital assets, net of accumulated depreciation	<u>811,464</u>	<u>156,708</u>
TOTAL ASSETS	<u>3,360,220</u>	<u>1,753,047</u>
<u>LIABILITIES</u>		
Current liabilities:		
Accounts payable	872,977	157,936
Accrued salaries and benefits	55,296	42,563
Compensated absences liability - current	<u>65,979</u>	<u>41,429</u>
Total current liabilities	<u>994,252</u>	<u>241,928</u>
Noncurrent liabilities:		
Compensated absences liability	<u>8,706</u>	<u>14,603</u>
TOTAL LIABILITIES	<u>1,002,958</u>	<u>256,531</u>
<u>NET ASSETS</u>		
Invested in capital assets	811,464	156,708
Unrestricted	<u>1,545,798</u>	<u>1,339,808</u>
TOTAL NET ASSETS	\$ <u>2,357,262</u>	\$ <u>1,496,516</u>

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS - GRAPHIC ARTS PRODUCTION FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005)

Schedule F-7

	2006			2005
	Budget	Actual	Variance Positive (Negative)	Actual
OPERATING REVENUES:				
Graphic production sales	\$ 4,225,000	\$ 4,091,627	\$ (133,373)	\$ 4,025,781
OPERATING EXPENSES:				
Salaries	1,005,000	767,450	237,550	670,009
Benefits	312,000	262,450	49,550	225,019
Purchased services	1,970,000	1,587,449	382,551	1,661,699
Supplies	812,000	618,837	193,163	544,764
Property	31,000	30,458	542	14,025
Depreciation	50,000	33,042	16,958	37,976
Other expenses	-	3,418	(3,418)	-
TOTAL OPERATING EXPENSES	4,180,000	3,303,104	876,896	3,153,492
OPERATING INCOME	45,000	788,523	743,523	872,289
NON-OPERATING REVENUES (EXPENSES):				
Loss on disposal of assets	-	(1,936)	(1,936)	-
Investment income:				
Net increase in the fair value of investments	-	24,486	24,486	6,034
Interest income	40,000	49,673	9,673	21,642
TOTAL NON-OPERATING REVENUES (EXPENSES)	40,000	72,223	32,223	27,676
CHANGE IN NET ASSETS	85,000	860,746	775,746	899,965
NET ASSETS, JULY 1	1,496,516	1,496,516	-	596,551
NET ASSETS, JUNE 30	\$ 1,581,516	\$ 2,357,262	\$ 775,746	\$ 1,496,516

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AGENCY FUND

STUDENT ACTIVITY AGENCY FUND

To account for the changes in assets and liabilities in the student activity funds under the control of the respective schools in the District.

CLARK COUNTY SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

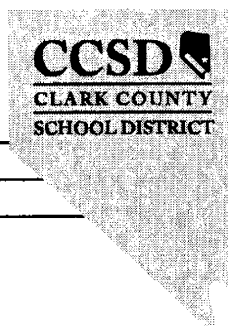
Schedule G-1

	<u>Balance</u> <u>July 1, 2005</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance</u> <u>June 30, 2006</u>
<u>ASSETS</u>				
Cash in bank	\$ <u>15,292,072</u>	\$ <u>50,350,316</u>	\$ <u>(49,112,801)</u>	\$ <u>16,529,587</u>
<u>LIABILITIES</u>				
Due to student groups	\$ <u>15,292,072</u>	\$ <u>50,350,316</u>	\$ <u>(49,112,801)</u>	\$ <u>16,529,587</u>

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CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

Schedules of sources, functions and activities of capital
assets used in the operation of governmental funds.



CLARK COUNTY SCHOOL DISTRICT
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
COMPARATIVE SCHEDULES BY SOURCE¹
JUNE 30, 2006 AND 2005

Schedule H-1

	2006	2005
Governmental funds capital assets:		
Land	\$ 238,074,385	\$ 187,947,938
Land improvements	809,192,740	717,897,804
Building and building improvements	3,351,916,420	3,050,729,600
Furniture, fixtures and equipment	97,500,409	87,359,975
Vehicles	144,982,269	123,364,842
Construction in progress	299,211,721	233,725,389
Total governmental funds capital assets	<u>\$ 4,940,877,944</u>	<u>\$ 4,401,025,548</u>
Investments in governmental funds capital assets by source:		
General fund	\$ 171,663,238	\$ 128,834,140
Special revenue funds	13,555,863	12,371,630
Capital projects funds	4,755,658,843	4,259,819,778
Total governmental funds capital assets	<u>\$ 4,940,877,944</u>	<u>\$ 4,401,025,548</u>

¹ This schedule presents only the capital asset balances related to the governmental funds. Accordingly the capital assets reported in the internal service funds and the enterprise fund are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets. The capital assets of the enterprise fund are reported separately under business-type activities.

CLARK COUNTY SCHOOL DISTRICT
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION¹
JUNE 30, 2006

FUNCTION	Schedule H-2				
	Land	Land Improvements	Buildings and Building Improvements	Furniture, Fixtures, and Equipment	Vehicles
Instruction:					
Regular instruction	\$ 71,669,665	\$ 784,663,991	\$ 3,233,741,019	\$ 61,851,781	\$ 228,437
Special instruction	52,242	4,955,652	-	648,076	52,265
Vocational instruction	153,092	-	-	1,175,939	33,421
Adult instruction	-	-	-	250,259	24,988
Other instruction	-	-	-	163,146	-
Total instruction	\$ 71,874,999	\$ 789,619,643	\$ 3,233,741,019	\$ 64,089,201	\$ 339,121
Support services:					
Student support	-	-	1,438,750	154,338	127,978
Instructional staff support	-	51,321	8,440,884	4,002,366	432,631
Educational media services	1,320	-	2,798,857	4,962,705	182,998
General administration	480,156	9,376,403	2,802,820	703,883	126,525
School administration	-	-	-	5,199	-
Central services	-	-	4,815,868	12,461,809	375,837
Operation and maintenance of plant services	1,148,479	1,447,808	30,753,560	4,207,875	20,464,615
Student transportation	16,126	5,701,341	8,259,496	1,071,309	122,129,189
Facilities acquisition and construction services	164,573,305	2,996,228	58,865,346	5,841,724	803,375
Total support services	\$ 166,199,386	\$ 19,573,097	\$ 118,175,401	\$ 33,411,208	\$ 144,643,148
Total governmental funds capital assets	\$ 238,074,385	\$ 809,192,740	\$ 3,351,916,420	\$ 97,500,409	\$ 144,982,269

¹ This schedule presents only the capital assets balances related to the governmental funds. Accordingly, the capital assets reported in the internal service funds and the enterprise fund are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets. The capital assets of the enterprise fund are reported separately under business-type activities.

CLARK COUNTY SCHOOL DISTRICT
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION¹
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Schedule H-3

FUNCTION	Governmental Funds Capital Assets July 1, 2005	Additions	Deletions	Governmental Funds Capital Assets June 30, 2006
Instruction:				
Regular instruction	\$ 4,004,859,724	\$ 803,834,278	\$ 373,762,377	\$ 4,434,931,625
Special instruction	5,723,618	61,565	76,948	5,708,235
Vocational instruction	1,245,680	163,023	46,251	1,362,452
Adult instruction	239,866	43,490	8,099	275,257
Other instruction	110,095	53,051	-	163,146
Total instruction	<u>\$ 4,012,178,983</u>	<u>\$ 804,155,407</u>	<u>\$ 373,893,675</u>	<u>\$ 4,442,440,715</u>
Support services:				
Student support	1,682,689	49,779	11,402	1,721,066
Instructional staff support	11,742,139	1,286,649	101,786	12,927,002
Educational media services	7,935,835	306,304	296,259	7,945,880
General administration	33,094,851	16,632,555	19,822,630	29,904,776
School administration	5,199	-	-	5,199
Central services	13,819,301	3,926,959	92,726	17,653,534
Operation and maintenance of plant services	41,053,898	17,758,625	790,188	58,022,335
Student transportation	114,003,410	25,501,693	2,327,642	137,177,461
Facilities acquisition and construction services	165,509,243	67,956,167	385,434	233,079,976
Total support services	<u>\$ 388,846,565</u>	<u>\$ 133,418,731</u>	<u>\$ 23,828,067</u>	<u>\$ 498,437,229</u>
Total governmental funds capital assets	<u>\$ 4,401,025,548</u>	<u>\$ 937,574,138</u>	<u>\$ 397,721,742</u>	<u>\$ 4,940,877,944</u>

¹ This schedule presents only the capital asset balances related to the governmental funds. Accordingly, the capital assets reported in the internal service funds and the enterprise funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets. The capital assets of the enterprise fund are reported separately under business-type activities.

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STATISTICAL SECTION

COMPREHENSIVE
ANNUAL
FINANCIAL REPORT

CLARK COUNTY SCHOOL DISTRICT

NET ASSETS BY CATEGORY

LAST FIVE FISCAL YEARS ¹*(accrual basis of accounting)*

TABLE 1

	Fiscal Year			
	2002	2003	2004	2005
Governmental activities				
Invested in capital assets, net of related debt	\$ 399,159,272	\$ 385,309,486	\$ 420,357,780	\$ 473,621,838
Restricted for:				
Debt service	264,367,754	315,893,420	367,604,124	422,875,159
Capital projects	76,001,937	46,379,432	78,726,587	152,401,040
Other purposes	6,142,000	5,334,000	6,316,000	6,416,000
Unrestricted	(15,287,132)	50,463,168	115,530,411	168,918,772
Subtotal governmental activities net assets	730,383,831	803,379,506	988,534,902	1,224,232,809
Business-type activities				
Invested in capital assets, net of related debt	4,367,947	4,864,907	4,873,892	8,911,425
Unrestricted	20,364,774	26,734,934	32,292,069	25,194,570
Subtotal business-type activities net assets	24,732,721	31,599,841	37,165,961	34,105,995
Primary government				
Invested in capital assets, net of related debt	403,527,219	390,174,393	425,231,672	482,533,263
Restricted for:				
Debt service	264,367,754	315,893,420	367,604,124	422,875,159
Capital projects	76,001,937	46,379,432	78,726,587	152,401,040
Other purposes	6,142,000	5,334,000	6,316,000	6,416,000
Unrestricted	5,077,642	77,198,102	147,822,480	194,113,342
Total primary government net assets	\$ 755,116,552	\$ 834,979,347	\$ 1,025,700,863	\$ 1,258,338,804
				\$ 1,473,145,274

^{1/} Fiscal year 2002 was the first year the District presented net assets under GASB 34 guidelines. As such, accounting data is only available for the last five fiscal years.

NOTE: Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted when an external party, such as the state or federal government, places a restriction on how the resources may be used.

CLARK COUNTY SCHOOL DISTRICT
EXPENSES, PROGRAM REVENUES AND NET (EXPENSES)/REVENUE BY FUNCTION/PROGRAM

LAST FIVE FISCAL YEARS¹
(accrual basis of accounting)

TABLE 2
(dollars in thousands)

	2002 ¹			2003			Fiscal Year 2004			2005			2006 ⁴		
	Expenses	Program Revenues	Net (Expense)/Revenue ²	Expenses	Program Revenues	Net (Expense)/Revenue ²	Expenses	Program Revenues	Net (Expense)/Revenue ²	Expenses	Program Revenues	Net (Expense)/Revenue ²	Expenses	Program Revenues	Net (Expense)/Revenue ²
Governmental activities:															
Instruction:															
Regular	\$ 403,178	\$ 111,119	\$ (292,059)	\$ 823,075	\$ 115,038	\$ (707,439)	\$ 817,828	\$ 128,816	\$ (786,912)	\$ 875,536	\$ 130,928	\$ (844,808)	\$ 1,110,255	\$ 156,483	\$ (953,771)
Special	180,571	22,220	(158,351)	167,597	24,506	(143,091)	181,639	32,020	(149,609)	199,866	71,948	(127,918)	224,528	92,353	(132,174)
Vocational	11,758	1,480	(10,268)	12,258	1,203	(11,055)	12,252	1,037	(11,215)	10,285	10,397	302	8,628	13,331	3,503
Adult	5,569	4,655	(914)	4,945	5,009	364	5,148	5,356	207	6,090	6,966	876	6,137	6,092	(65)
Other	5,307	2,441	(2,866)	5,146	2,247	(2,899)	5,708	2,428	(3,280)	6,335	2,550	(3,785)	8,493	2,987	(5,506)
Subtotal Instruction	596,381	141,925	(454,456)	1,012,721	148,861	(864,050)	1,122,565	170,380	(952,185)	1,186,242	222,287	(963,955)	1,357,280	271,125	(1,086,154)
Support services:															
Student support	80,870	8,137	(72,733)	82,823	8,258	(74,565)	87,811	9,001	(78,810)	77,407	588	(76,819)	81,739	843	(80,896)
Instructional staff support	66,768	12,786	(53,982)	66,184	16,280	(49,904)	62,750	14,882	(47,868)	94,058	14,983	(79,075)	105,917	11,253	(94,664)
Educational media services	4,665	1,248	(3,417)	4,561	4,926	365	4,210	4,539	329	4,078	5,105	427	4,322	4,878	556
General administration	20,078	7,837	(12,241)	31,864	9,906	(21,958)	36,695	14,791	(21,904)	36,394	2,436	(33,958)	42,357	3,061	(39,296)
School administration	109,334	2,397	(106,937)	110,968	-	(110,968)	123,987	-	(123,987)	134,542	-	(134,542)	149,728	-	(149,728)
Central services	41,064	16,972	(24,092)	30,118	336	(29,782)	30,724	1,011	(29,713)	33,062	330	(33,392)	80,122	188	(80,934)
Operation and maintenance of plant services	141,508	1,866	(139,642)	147,081	1,398	(145,683)	152,732	4,015	(148,717)	178,068	301	(177,767)	188,781	446	(188,335)
Student transportation	57,288	1,071	(56,217)	61,668	148	(61,520)	67,652	198	(67,454)	72,811	1	(72,810)	81,207	-	(81,207)
Other support services	4,365	4,137	(228)	2,215	1,886	(329)	2,886	2,416	(470)	3,588	1,465	(2,123)	3,491	869	(2,622)
Facilities acquisition and construction services	113,135	54	(113,081)	8,943	-	(8,943)	17,038	-	(17,038)	23,421	-	(23,421)	15,412	187	(15,225)
Interest on long-term debt	111,837	-	(111,837)	135,102	-	(135,102)	129,300	-	(129,300)	147,795	-	(147,795)	167,228	-	(167,228)
Subtotal support services	730,923	81,080	(649,843)	693,358	43,253	(650,105)	714,179	50,854	(663,325)	808,782	25,208	(783,575)	900,304	21,725	(878,579)
Subtotal governmental activities expenses	1,317,304	203,005	(1,114,299)	1,676,079	181,944	(1,494,135)	1,836,744	221,234	(1,615,510)	2,007,024	247,494	(1,759,529)	2,257,584	292,851	(1,964,733)
Business-type activities:															
Food services	48,983	50,478	3,495	48,459	54,547	6,088	55,038	80,048	5,010	89,582	85,544	(4,038)	72,399	72,055	(344)
Total primary government	\$ 1,364,287	\$ 253,483	\$ (1,110,804)	\$ 1,724,538	\$ 246,491	\$ (1,478,047)	\$ 1,891,782	\$ 281,282	\$ (1,610,501)	\$ 2,076,805	\$ 313,038	\$ (1,763,567)	\$ 2,329,983	\$ 364,906	\$ (1,965,056)

¹ Fiscal year 2002 was the first year the District presented accounting information under GASB 34 guidelines. As such, accounting data is only available for the last five fiscal years.

² Net (expense)/revenue is the difference between the expenses and program revenues of a program or function. It indicates the degree to which a program or function is supported with its own fees and program-specific grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses indicate that expenses were greater than program revenues and therefore general revenues were needed to finance that program or function. Numbers without parentheses mean that program revenues were more than sufficient to cover expenses.

³ In fiscal year 2003, certain fiscal year 2002 expenses and program revenues were reclassified for comparative purposes.

⁴ In fiscal year 2006, the Central support and Business support program/functions were combined into one single program/function called Central services.

CLARK COUNTY SCHOOL DISTRICT
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS

LAST FIVE FISCAL YEARS ¹
(accrual basis of accounting)

(dollars in thousands)

TABLE 3

	Fiscal Year			
	2002 ²	2003	2004	2005
Net (expense) revenue (see Table 2)				
Governmental activities	\$ (1,114,299)	\$ (1,484,135)	\$ (1,615,510)	\$ (1,759,529)
Business-type activities	3,495	6,088	5,010	(4,038)
Total primary government	<u>(1,110,804)</u>	<u>(1,478,047)</u>	<u>(1,610,501)</u>	<u>(1,763,567)</u>
General revenues and other changes in net assets				
Governmental activities:				
Taxes:				
Property taxes, levied for general purposes	271,319	309,028	336,971	378,670
Property taxes, levied for debt service	200,870	228,926	249,404	280,897
Local school support taxes	480,084	498,144	577,497	669,013
Governmental services tax	57,054	60,771	68,915	78,053
Room tax	42,108	44,371	51,688	59,100
Real estate transfer tax	19,563	24,708	41,090	54,107
Two percent franchise tax	2,128	2,201	2,869	2,845
Federal aid, not restricted to specific purposes	591	567	664	574
State aid, not restricted to specific purposes	380,099	398,722	440,743	428,709
Other local sources	15,016	19,314	19,464	13,841
Unrestricted investment earnings	24,446	20,803	11,030	29,759
Term endowment	-	-	650	100
Transfers	(748)	-	(321)	441
Subtotal governmental activities	<u>1,472,530</u>	<u>1,607,555</u>	<u>1,800,666</u>	<u>1,995,227</u>
Business-type activities:				
Other local sources	8	(207)	(25)	24
Unrestricted investment earnings	497	384	260	513
Transfers	748	802	321	441
Subtotal business-type activities	<u>1,253</u>	<u>779</u>	<u>556</u>	<u>978</u>
Total primary government	<u>1,473,783</u>	<u>1,608,334</u>	<u>1,801,222</u>	<u>1,996,205</u>
Change in net assets				
Governmental activities	358,230	123,420	185,155	235,698
Business-type activities	4,748	6,867	5,566	(3,060)
Total primary government	<u>\$ 362,978</u>	<u>\$ 130,287</u>	<u>\$ 190,722</u>	<u>\$ 232,638</u>
				<u>\$ 214,806</u>

¹ Fiscal year 2002 was the first year the District presented accounting information under GASB 34 guidelines. As such, accounting data is only available for the last five fiscal years.

² In fiscal year 2003, change in net assets and certain fiscal year 2002 general revenues were reclassified for comparative purposes.

CLARK COUNTY SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

TABLE 4

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General fund										
Reserved for:										
Inventories	\$ 2,462,465	\$ 2,558,839	\$ 3,167,053	\$ 3,495,544	\$ 2,476,935	\$ 2,574,507	\$ 1,817,803	\$ 1,939,549	\$ 2,968,636	\$ 2,998,851
Prepays	1,019,969	4,870,887	1,997,855	2,245,265	1,703,514	1,089,532	998,610	1,680,976	1,208,964	1,634,718
Capital leases	599,627	-	-	-	-	-	-	-	-	-
Encumbrances	15,000	-	-	-	-	3,360,789	3,242,400	11,314,523	21,995,950	16,410,000
Grants	-	-	-	-	-	159,741	-	3,010,030	-	-
Debt service	-	-	-	-	-	3,737,250	-	2,600,000	7,786,050	7,740,000
Unreserved:										
Designated	11,611,719	10,883,007	5,220,316	1,911,990	2,773,890	9,547,568	20,223,895	59,689,448	88,518,906	78,943,437
Undesignated	15,937,145	17,591,711	19,246,015	10,471,889	11,351,277	13,839,963	20,804,923	28,059,021	33,098,717	36,437,527
Subtotal general fund	31,645,925	35,904,444	29,631,239	18,124,688	18,305,616	34,309,350	47,087,631	108,293,547	155,579,223	143,564,533
All other governmental funds										
Reserved for:										
Inventories	12,568	16,178	18,059	35,897	35,897	30,341	29,430	27,766	26,961	-
Prepays	145,505	50,997	99,121	135,613	280,593	96,612	55,348	57,000	28,310	59,235
Encumbrances	99,380,357	177,774,517	127,568,386	206,076,354	167,726,502	237,572,739	255,276,119	240,664,159	213,998,017	329,900,821
Grants	-	1,396,687	949,680	1,737,315	2,662,465	918,365	1,877,472	922,757	272,757	567,355
Debt service	68,451,475	79,888,141	98,074,163	119,905,940	158,581,812	262,452,126	314,387,690	367,604,124	422,875,159	463,831,179
Capital leases	895,048	981,451	1,028,906	1,078,657	1,130,813	1,884,800	-	-	-	-
Unreserved:										
Designated	-	-	-	-	-	-	-	-	-	-
Major funds	4,479,316	57,839	-	1,748,160	1,818,984	390,500,949	2,133,265	16,628,021	180,527,953	132,731,542
Special revenue funds	589,763,646	5,316,184	5,580,029	292,356,527	90,863	81,745	57,311	-	-	-
Capital projects funds	-	325,905,967	282,737,959	-	156,701,235	24,394,608	21,828,532	25,895,309	99,306,822	116,995,577
Undesignated	-	-	-	-	-	-	-	-	-	-
Major funds	8,374,074	11,496,558	8,049,461	12,402,495	10,468,121	(19,080)	(25,872,892)	(31,139)	(25,926)	(31,212)
Special revenue funds	-	-	-	-	-	20,992,846	28,175,580	40,115,208	44,538,390	61,576,943
Subtotal all other governmental funds	771,501,989	602,984,519	524,105,744	635,477,458	499,517,285	938,906,071	597,947,855	691,883,205	961,549,443	1,105,631,440
Total	\$ 803,147,914	\$ 638,788,963	\$ 553,736,983	\$ 653,602,146	\$ 517,822,901	\$ 973,215,421	\$ 645,035,486	\$ 800,176,752	\$ 1,117,128,666	\$ 1,249,195,973

CLARK COUNTY SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST FIVE FISCAL YEARS
(modified accrual basis of accounting)

TABLE 5

	Fiscal year				
	2002	2003	2004	2005	2006
Revenues					
Local	\$ 1,108,765,999	\$ 1,210,062,312	\$ 1,364,233,028	\$ 1,574,999,666	\$ 1,759,016,320
State	490,093,828	491,169,153	548,175,309	540,118,798	585,224,937
Federal	68,531,382	91,909,917	108,651,840	126,908,724	133,492,577
Other	497,318	4,914,837	3,956,012	983,338	12,101,416
Total Revenues	1,667,888,525	1,798,056,219	2,023,015,989	2,242,991,526	2,489,835,150
Expenditures					
Instruction	897,415,229	926,752,123	1,036,993,755	1,084,842,074	1,202,682,651
Student support	60,999,685	62,755,986	67,834,624	77,990,211	82,657,371
Instructional staff support	72,399,598	81,962,137	87,008,853	98,681,001	111,571,698
General administration	25,880,600	31,907,298	35,261,016	36,524,674	42,700,391
School administration	108,754,537	110,569,586	122,214,428	133,942,681	148,522,327
Central services	28,910,944	29,986,785	33,474,330	37,757,597	65,230,914
Operation and maintenance of plant services	145,723,535	149,756,085	165,070,997	178,871,347	203,775,422
Student transportation	65,796,684	75,618,507	81,016,503	82,408,330	97,183,217
Other support services	4,364,733	2,214,684	2,899,220	3,588,345	3,491,425
Facilities acquisition and construction services	436,150,062	1,539,502	1,770,325	9,188,939	15,402,013
Capital outlay	1,699,840	398,538,386	425,397,050	432,366,294	536,948,179
Debt service:					
Principal	97,350,000	110,446,402	115,809,024	141,158,691	186,870,000
Interest	111,409,426	140,225,415	139,119,656	159,693,147	178,985,076
Purchased services	-	508,524	400,633	455,191	541,795
Payment to refunded bond escrow agent	-	3,508,134	2,947,344	2,804,275	-
Bond issuance costs	-	1,211,427	1,887,462	2,351,374	655,440
Total Expenditures	2,056,854,673	2,127,500,981	2,299,105,220	2,482,624,171	2,877,217,919
Excess of revenues over (under) expenditures	(388,966,148)	(329,444,762)	(276,089,231)	(239,632,645)	(407,382,769)
Other Financing Sources/(Uses)					
Transfers in	245,496,664	221,742,544	208,298,789	245,316,230	259,333,470
Transfers out	(245,496,664)	(221,742,544)	(208,298,789)	(245,316,230)	(249,333,470)
General obligation bonds issued	-	-	400,000,000	510,000,000	500,000,000
General obligation refunding bonds issued	141,587,152	339,545,000	335,720,000	479,595,000	153,925,000
Proceeds from bonds	843,630,065	-	-	-	-
Premiums on general obligation bonds	-	30,469,071	63,890,384	91,948,691	37,904,981
Payment to refunded bond escrow agent	(140,858,549)	(368,749,244)	(368,379,886)	(524,959,133)	(162,379,905)
Total other financing sources/(uses)	844,358,668	1,264,827	431,230,498	556,584,558	539,450,076
Net change in fund balances	\$ 455,392,520	\$ (328,179,935)	\$ 155,141,267	\$ 316,951,913	\$ 132,067,307
Debt service as a percentage of noncapital expenditures	12.9%	14.8%	13.9%	15.0%	15.8%

**CLARK COUNTY SCHOOL DISTRICT
TAXABLE ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF PROPERTY
LAST TEN FISCAL YEARS
(in thousands of dollars)**

TABLE 6

Fiscal Year Ended June 30,	Residential		Commercial		Other		Less: Tax Exempt Property		Total Taxable		Total	
	Property	Property	Property	Property	Property	Property	Property	Property	Assessed Value ¹	Assessed Value ¹	Estimated Actual Value ²	Estimated Actual Value ²
1997	\$	10,934,514	\$	6,369,365	\$	3,733,864	\$	2,809,520	\$	18,228,223	\$	59,656,377
1998		12,019,442		6,876,929		5,977,891		4,835,199		20,039,063		66,466,580
1999		13,514,050		7,545,007		6,380,522		4,831,198		22,608,381		75,071,738
2000		15,346,208		9,311,679		7,484,894		5,785,690		26,357,090		86,597,489
2001		16,789,955		10,479,901		8,324,742		6,430,315		29,164,283		95,165,464
2002		18,601,828		11,511,454		8,807,357		6,714,867		32,205,772		104,258,071
2003		21,838,659		12,539,950		9,202,348		7,322,377		36,258,580		116,039,865
2004		24,503,278		13,323,216		9,934,913		7,909,234		39,852,173		127,504,746
2005		27,628,278		14,842,075		13,611,423		10,689,942		45,391,834		144,060,236
2006		37,684,945		19,392,266		20,028,102		16,044,397		61,060,916		190,994,817

Source: ¹Clark County Assessor
²Clark County

**CLARK COUNTY SCHOOL DISTRICT
PROPERTY TAX RATES * - ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS**

TABLE 7

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
County Wide:										
County Funds	\$ 0.6635	\$ 0.6635	\$ 0.6503	\$ 0.6429	\$ 0.6377	\$ 0.6202	\$ 0.6202	\$ 0.6502	\$ 0.6502	\$ 0.6425
School District	1.1935	1.3034	1.3034	1.3034	1.3034	1.3034	1.3034	1.3034	1.3034	1.3034
State of Nevada	0.1650	0.1650	0.1650	0.1650	0.1650	0.1650	0.1650	0.1700	0.1850	0.1850
Cities:										
Boulder City	0.1951	0.2007	0.2012	0.2022	0.2022	0.2038	0.2038	0.2038	0.2038	0.1844
Henderson	0.7124	0.7035	0.7081	0.7040	0.7108	0.7108	0.7108	0.7108	0.7108	0.7108
Las Vegas	0.7465	0.6771	0.6741	0.6875	0.6873	0.7817	0.7809	0.7796	0.7792	0.7774
Mesquite	0.1120	0.1120	0.1120	0.1520	0.3020	0.3020	0.3020	0.3020	0.5520	0.5520
North Las Vegas	0.9625	1.1611	1.1649	1.1649	1.1734	1.1987	0.4978	1.1987	1.1987	1.1887
Unincorporated:										
Bunkerville	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200
Enterprise	-	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Glendale	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	-	-	-	-
Indian Springs	0.0200	0.0200	0.0200	0.0250	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200
Laughlin	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416
Moapa	0.2344	0.2344	0.2344	0.2344	0.2344	0.2344	0.2344	0.2344	0.2344	0.2344
Moapa Valley	0.0250	0.0250	0.0250	0.0250	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200
Mt. Charleston	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200
Paradise	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Searchlight	0.1142	0.1158	0.1242	0.1177	0.1165	0.1232	0.1224	0.1153	0.1172	0.1223
Spring Valley	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Summerlin	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Sunrise Manor	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Whitney (East Las Vegas)	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Winchester	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Other Governments:										
Boulder City Library	0.0736	0.0766	0.0766	0.1766	0.1832	0.1820	0.1655	0.1655	0.1640	0.1625
Clark County Fire Service Area	0.1862	0.1899	0.2031	0.2105	0.2157	0.2197	0.2197	0.2197	0.2197	0.2197
Colorado River Ground Water Basin	-	-	-	-	-	-	-	-	-	-
Coyote Spring Valley Groundwater Basin	-	-	-	0.1457	0.2981	0.0711	0.0287	0.0402	0.0575	0.0522
Emergency 911 District	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050
Henderson Library	0.0500	0.0500	0.0500	0.0500	0.0502	0.0507	0.0531	0.0535	0.0533	0.0533
Kyle Canyon Water District	0.1036	0.0820	0.0798	0.0752	0.0487	0.0487	0.0456	0.0417	0.0414	0.0351
Las Vegas Artesian Basin	0.0052	0.0034	0.0031	0.0026	0.0024	0.0022	0.0020	0.0018	0.0016	0.0013
Las Vegas-Clark County Library	0.1156	0.0994	0.1027	0.0969	0.0971	0.0952	0.0949	0.0977	0.0958	0.0866
Las Vegas Metro Police-Manpower -City	0.0933	0.1100	0.1593	0.2058	0.2721	0.2800	0.2800	0.2800	0.2800	0.2800
Las Vegas Metro Police-Manpower -County	0.0726	0.1100	0.1593	0.2058	0.2721	0.2800	0.2800	0.2800	0.2800	0.2800
Mt. Charleston Fire District	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813
Muddy River Springs Area Groundwater Basin	-	-	-	0.1929	0.1657	0.1563	0.0970	0.0937	0.0899	0.0785
North Las Vegas Library	0.0582	0.0632	0.0632	0.0632	0.0632	0.0632	0.0632	0.0632	0.0632	0.0632

* Per \$100 of assessed value, constitutional limit is \$3.64 on any one area's combined tax rate.

CLARK COUNTY SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO

TABLE 8

2006		1997	
Taxpayer	Percentage of Total City Taxable Assessed Value	Taxpayer	Percentage of Total City Taxable Assessed Value
	Taxable Assessed Value		Taxable Assessed Value
MGM MIRAGE	\$ 3,244,575,419	NEVADA POWER	\$ 499,305,827
HARRAH'S ENTERTAINMENT INC	1,383,216,922	MIRAGE RESORTS	463,287,530
GENERAL GROWTH PROPERTIES	1,240,865,631	CIRCUS CIRCUS PROPERTIES	404,023,910
NEVADA POWER	656,433,148	MGM GRAND HOTEL	396,106,670
BOYD GAMING CORP	506,071,544	LAS VEGAS HILTON	261,133,720
VENETIAN HOTEL & CASINO	476,090,088	HOWARD HUGHES PROPERTIES	185,026,090
STATION CASINOS	441,315,596	THE BOYD GROUP	171,742,440
WYNN LAS VEGAS LLC	405,069,669	OASIS RESIDENTIAL	169,616,990
PULTE HOMES	372,171,914	SPRINT/CENTRAL TELEPHONE	145,848,390
FOCUS PROPERTY GROUP	280,670,553	BALLY'S GRAND	113,315,640
Total	\$ 9,006,480,484	Total	\$2,809,407,207
	14.75%		15.41%

Source: Assessor's Office, Secured and Unsecured Tax Roll 2005-06

**CLARK COUNTY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

TABLE 9

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the		Collections in Subsequent Years	Total Collections to Date	
		Fiscal Year of the Levy	Percentage of Levy		Amount	Percentage of Levy
1997	503,842,509	497,694,024	98.78%	6,139,762	503,833,786	100.00%
1998	576,802,959	567,575,022	98.40%	9,227,722	576,802,744	100.00%
1999	649,470,127	642,770,695	98.97%	6,699,213	649,469,908	100.00%
2000	772,909,558	761,900,282	98.58%	10,984,256	772,884,538	100.00%
2001	869,504,679	854,836,513	98.31%	14,643,003	869,479,516	100.00%
2002	965,056,788	949,315,930	98.37%	15,693,537	965,009,467	100.00%
2003	1,133,573,346	1,118,892,620	98.70%	14,533,910	1,133,426,530	99.99%
2004	1,262,880,569	1,251,864,740	99.13%	10,663,986	1,262,528,726	99.97%
2005	1,449,654,109	1,439,911,686	99.33%	8,564,509	1,448,476,195	99.92%
2006	1,642,684,480	1,632,191,297	99.36%	*	1,632,191,297	99.36%

* Still in the process of being collected
Data Source: Clark County Treasurer

**CLARK COUNTY SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

(dollars in thousands, except per capita)

TABLE 10

Fiscal Year	Governmental Activities				Business -Type Activities		Total Primary Government	Percentage of Personal Income ^a	Per Capita ^a
	General		Capital		Capital				
	Obligation Bonds	Obligation Revenue Bonds	Leases	Leases	Leases	Leases			
1997	1,457,657	-	18,918	176			1,476,751	4.87%	1,239
1998	1,417,567	-	16,317	90			1,433,974	4.36%	1,142
1999	1,580,172	-	15,335	22			1,595,530	4.32%	1,188
2000	1,613,612	250,000	12,674	-			1,876,286	4.70%	1,323
2001	1,537,677	445,620	9,887	-			1,993,184	4.66%	1,337
2002	1,971,477	717,485	1,938	-			2,690,900	5.81%	1,749
2003	1,836,743	731,265	-	-			2,568,008	5.13%	1,615
2004	2,147,609	706,490	-	-			2,854,099	5.27%	1,739
2005	2,543,246	677,210	-	-			3,220,456	5.56%	1,877
2006	2,887,511	647,310	-	-			3,534,821	N/A	1,947

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

^a See Table 15 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

**CLARK COUNTY SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

(dollars in thousands, except per capita)

TABLE 11

Fiscal Year	General Bonded Debt Outstanding				Percentage of Actual Value ^a of Property	Per Capita ^b
	General		Total			
	Obligation Bonds	Obligation Revenue Bonds				
1997	1,457,657	-	1,457,657	8.00%	1,222.66	
1998	1,417,567	-	1,417,567	7.07%	1,129.36	
1999	1,580,172	-	1,580,172	6.99%	1,176.13	
2000	1,613,612	250,000	1,863,612	7.07%	1,313.59	
2001	1,537,677	445,620	1,983,297	6.80%	1,330.04	
2002	1,971,477	717,485	2,688,962	8.35%	1,747.73	
2003	1,836,743	731,265	2,568,008	7.08%	1,615.37	
2004	2,147,609	706,490	2,854,099	7.16%	1,738.68	
2005	2,543,246	677,210	3,220,456	7.09%	1,877.45	
2006	2,887,511	647,310	3,534,821	5.79%	1,946.81	

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

^a See Table 6 for property value data.

^b Population data can be found in Table 15.

CLARK COUNTY SCHOOL DISTRICT

LEGAL DEBT MARGIN
AS OF JUNE 30, 2006

(dollars in thousands)

Table 12

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Assessed value¹	\$ 20,879,732	\$ 23,263,303	\$ 26,275,108	\$ 30,309,121	\$ 33,307,913	\$ 36,490,325	\$ 40,613,953	\$ 44,626,661	\$ 50,421,082	\$ 66,848,186
Legal debt margin										
Debt limit (15% of assessed value)	3,131,960	3,489,495	3,941,266	4,546,368	4,996,187	5,473,549	6,092,093	6,693,999	7,563,162	10,027,228
Debt applicable to limit: General obligation bonds (see Table 11)	1,457,657	1,417,567	1,580,172	1,863,612	1,983,297	2,688,962	2,568,008	2,854,099	3,220,456	3,534,821
Legal debt margin	<u>\$ 1,674,303</u>	<u>\$ 2,071,928</u>	<u>\$ 2,361,094</u>	<u>\$ 2,682,756</u>	<u>\$ 3,012,890</u>	<u>\$ 2,784,587</u>	<u>\$ 3,524,085</u>	<u>\$ 3,839,900</u>	<u>\$ 4,342,706</u>	<u>\$ 6,492,407</u>
Total debt applicable to limit as a percentage of debt limit	46.54%	40.62%	40.09%	40.99%	39.70%	49.13%	42.15%	42.64%	42.58%	35.25%

Source: ¹Nevada Department of Taxation

Note: A statutory limit of bonded indebtedness for school districts is set forth in Chapter 387.400 of the Nevada Revised Statutes. The limitation is based on the 15 percent of the assessed valuation of property within the District, excluding motor vehicles.

CLARK COUNTY SCHOOL DISTRICT
 PLEDGED REVENUE BOND COVERAGE
 LAST TEN FISCAL YEARS
 (dollars in thousands)

TABLE 13

Fiscal Year	General Obligation Revenue Bonds						
	Room Tax	Real Estate Transfer Tax	Less: Operating Expenses	Net Operating Revenue	Debt Service		Coverage
					Principal	Interest	
1997	-	-	-	-	-	-	-
1998	-	-	-	-	-	-	-
1999	-	-	-	-	-	-	-
2000	39,654	14,066	-	53,720	-	6,950	7.73
2001	45,762	16,482	111	62,133	4,380	15,360	3.15
2002	42,108	19,563	449	61,222	14,340	27,430	1.47
2003	44,371	24,708	474	68,605	26,135	32,324	1.17
2004	51,688	41,090	1,074	91,704	27,170	27,084	1.69
2005	59,100	54,107	1,284	111,923	28,295	26,191	2.05
2006	68,000	60,584	411	128,173	29,900	32,743	2.05

Notes: The District issues general obligation debt that is additionally secured by a pledge of proceeds of taxes deposited in the District's Bond Fund. Pursuant to applicable Nevada law, effective August 1, 1997, the County Treasurer has been depositing the proceeds of 1% room tax collected within the County in the Bond Fund. The proceeds of a tax equivalent to 60 cents for each \$500 of value on transferred real property is also deposited by the County. As of July 1, 1999, the District has continued to receive the proceeds of an additional 5/8% room tax collected within the County. The District pledges the room tax and the real property transfer tax revenues to pay debt service on certain general obligation debt.

CLARK COUNTY SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

TABLE 14

Fiscal Year	Population ¹	Personal Income (thousands of dollars)	Per Capita Personal Income ²	Number of Schools	School Enrollment ³	Unemployment Rate ⁴
1997	1,192,200	30,341,490	25,450	200	178,896	5.00%
1998	1,255,200	32,879,964	26,195	219	190,822	4.15%
1999	1,343,540	36,911,074	27,473	227	203,777	4.70%
2000	1,418,719	39,918,497	28,137	238	217,139	3.50%
2001	1,491,158	42,781,323	28,690	252	231,125	4.40%
2002	1,538,542	46,353,193	30,128	264	244,684	6.60%
2003	1,589,733	50,055,923	31,487	272	255,328	5.60%
2004	1,641,529	54,109,720	32,963	296	268,357	4.40%
2005	1,715,337	57,916,300	33,764	311	280,834	4.00%
2006	1,815,700	N/A	N/A	317	291,510	4.30%

Sources: ¹ Nevada State Demographer's Office as estimated for June 30, 2006

² Bureau of Economic Analysis

³ Clark County School District (4th Week) - Public School Enrollment Only

⁴ Nevada Department of Employment Security

CLARK COUNTY SCHOOL DISTRICT
PRINCIPAL EMPLOYERS IN CLARK COUNTY

TABLE 15

2006	
Employer	Number of Employees
Clark County School District	Greater than 10,000
Bellagio, LLC	9,500 to 9,999
Wynn Las Vegas LLC	9,000 to 9,499
Clark County	9,000 to 9,499
MGM Grand Hotel/Casino	8,000 to 8,499
Mandalay Bay Resort and Casino	8,000 to 8,499
The Mirage Casino-Hotel	5,500 to 5,999
University of Nevada, Las Vegas	4,500 to 4,999
Las Vegas Metropolitan Police	4,500 to 4,999
Rio Hotel and Casino	4,500 to 4,999
Caesars Palace	4,500 to 4,999

Source: Las Vegas Perspective, 2006

Note: The exact number of employees is not available for the current year, therefore the percentage of total county employment cannot be calculated. In addition, no information regarding the principal employers for the fiscal period ending nine years ago is available.

CLARK COUNTY SCHOOL DISTRICT
DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

TABLE 16

Function/program	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Instruction	12,384	13,664	15,125	16,183	16,671	17,651	18,111	19,265	20,303	21,791
Student Support	815	902	943	996	1,077	1,087	1,106	1,138	1,251	1,355
Instruction Staff Support	571	669	801	829	837	886	919	930	1,013	1,171
General Administration	188	198	202	213	239	258	305	344	409	476
School Administration	1,831	1,938	2,109	2,139	2,288	2,387	2,196	2,367	2,512	2,814
Central Services	362	400	418	427	410	417	410	472	491	585
Operating/Maint. Plant Services	1,613	1,744	1,873	1,970	2,007	2,025	2,153	2,305	2,394	2,489
Student Transportation	1,008	1,111	1,232	1,220	1,293	1,305	1,377	1,445	1,541	1,717
Other Support	13	6	7	5	3	4	6	1	3	2
Food Service	1,022	1,167	1,276	1,624	1,658	2,314	2,228	2,113	2,426	1,653 ¹
Facilities acquisition and construction services	261	301	298	324	375	400	481	506	498	485
Total	20,068	22,100	24,284	25,930	26,858	28,734	29,292	30,886	32,841	34,538

Notes: ¹ Reports from previous years included graduated student workers and temporary employees no longer working for the district. In 2006 they were removed from status on the report.

CLARK COUNTY SCHOOL DISTRICT
GOVERNMENTAL FUNDS CAPITAL ASSET STATISTICS BY FUNCTION
LAST FIVE FISCAL YEARS

TABLE 17

Function/program	Fiscal Year				
	2002	2003	2004	2005	2006
Instruction:					
Regular instruction	\$ 2,773,203,120	\$ 3,198,837,982	\$ 3,629,154,084	\$ 4,004,859,724	\$ 4,434,931,625
Special instruction	5,352,123	5,513,673	5,669,877	5,723,618	5,708,235
Vocational instruction	788,888	912,477	1,034,302	1,245,680	1,362,452
Adult instruction	188,262	202,230	216,880	239,866	275,257
Other instruction	92,414	110,095	110,095	110,095	163,146
Total instruction	2,779,624,807	3,205,576,457	3,636,185,238	4,012,178,983	4,442,440,715
Support services:					
Student support	1,473,750	1,486,336	1,661,560	1,682,689	1,721,066
Instructional staff support	1,665,688	10,524,691	11,425,804	11,742,139	12,927,002
Educational media services	6,681,801	7,512,754	7,812,043	7,935,835	7,945,880
General administration	65,469,993	21,020,741	17,695,398	33,094,851	29,904,776
School administration	-	-	-	5,199	5,199
Central services	13,557,178	7,135,071	13,327,466	13,819,301	17,653,534
Operation and maintenance of plant services	21,266,255	24,280,077	39,754,414	41,053,898	58,022,335
Student transportation	84,762,067	101,825,350	101,252,205	114,003,410	137,177,461
Facilities acquisition and construction services	116,446,036	130,581,300	131,028,239	165,509,243	233,079,976
Total support services	311,322,768	304,366,320	323,957,129	388,846,565	498,437,229
Total governmental funds capital assets	\$ 3,090,947,575	\$ 3,509,942,777	\$ 3,960,142,367	\$ 4,401,025,548	\$ 4,940,877,944

CLARK COUNTY SCHOOL DISTRICT
COST PER STUDENT
LAST FIVE FISCAL YEARS

TABLE 18

Fiscal Year	Expenditures ¹	Enrollment ²	Cost per Pupil	Percentage Change	Teaching Staff ³	Student/Teacher Ratio
2002	\$ 1,317,304,419	244,684	\$ 5,384	N/A	13,211	18.52
2003	1,676,079,096	255,328	6,564	21.93%	13,636	18.72
2004	1,836,744,060	268,357	6,844	4.27%	14,514	18.49
2005	2,007,023,849	280,834	7,147	4.42%	15,525	18.09
2006	2,257,563,912	291,510	7,744	8.36%	16,438	17.73

Notes:

¹ Based on expenses reported in the government-wide statement of activities (governmental activities only)
Fiscal year 2002 was the first year the District presented accounting information under GASB 34 guidelines. As such, accounting data is only available for the last five fiscal years.

² Based on 4th week of enrollment.

³ Includes all instructional licensed staff.

CLARK COUNTY SCHOOL DISTRICT
TEACHER SALARIES
LAST TEN FISCAL YEARS

TABLE 19

Fiscal Year	Minimum Salary ¹	Maximum Salary ¹	U.S. Average Salary ²
1997	\$ 24,566	\$ 49,632	\$ 45,212
1998	25,549	51,598	45,614
1999	26,060	52,620	45,893
2000	26,847	54,194	45,778
2001	26,847	54,194	46,064
2002	26,847	54,194	46,587
2003	27,384	55,268	46,792
2004	27,932	56,363	46,597
2005	28,491	57,480	N/A
2006	30,468	59,931	N/A

Notes: ¹ Clark County School District
² American Federation of Teachers

CLARK COUNTY SCHOOL DISTRICT
SCHOOL BUILDINGS
AS OF JUNE 30, 2006

TABLE 20

School	Year Opened ^a	Square Footage ^a	Capacity ^a	Enrollment ^b
<u>Elementary Schools</u>				
Adams, Kirk	1991	55,888	556	557
Adcock, O. K. ¹	1964	62,568	708	596
Alamo, Tony	2002	69,700	759	1,466
Allen, Dean LaMar	1996	65,278	632	724
Antonello, Lee	1992	58,534	642	766
Bartlett, Selma F.	1992	60,876	657	774
Bass, John C.	2000	62,568	738	956
Batterman, Kathy	2005	68,328	773	875
Beatty, John R.	1988	62,302	682	821
Beckley, Will	1965	63,437	688	877
Bell, Rex	1963	75,409	612	1,060
Bendorf, Patricia A.	1992	59,436	642	828
Bennett, William G.	1986	37,926	564	388
Bilbray, James	2003	69,240	773	889
Blue Diamond	1965	6,763	122	27
Bonner, John W.	1996	61,486	647	738
Booker, Kermit	1953	62,568	561	339
Bowler, Grant	1980	73,782	718	709
Bowler, Joseph L., Sr.	1997	60,046	612	515
Bracken, Walter	1961	53,910	475	467
Brookman, Eileen	2002	66,820	754	864
Bruner, Lucile S.	1994	56,517	632	788
Bryan, Richard H.	1996	60,046	661	657
Bryan, Roger M.	1996	62,126	647	753
Bunker, Berkeley L.	1997	60,046	611	632
Cahlan, Marion	1963	58,085	728	806
Cambeiro, Arturo	1996	63,566	520	603
Carl, Kay	2001	63,284	759	780
Carson, Kit	1956	43,981	394	311
Cartwright, Roberta	1997	60,046	647	715
Christensen, M. J.	1989	59,461	702	749
Connors, Eileen	2004	62,568	759	715
Cortez, Manuel J.	1997	69,894	506	828
Cox, Clyde C.	1987	69,426	576	891
Cox, David M.	1990	61,678	672	739
Cozine, Steve	2002	66,948	728	836
Craig, Lois	1963	66,116	662	935
Crestwood	1952	56,420	486	780
Culley, Paul	1963	65,874	734	916
Cunningham, Cynthia	1989	66,789	638	881
Dailey, Jack	1992	62,198	609	665
Darnell, Marshall C.	2001	62,500	759	1,170
Dearing, Laura	1963	61,093	668	928
Decker, Clarabelle	1976	62,205	641	941
Derfelt, Herbert A.	1990	56,574	672	578
Deskin, Ruthe	1988	58,893	672	763
Detwiler, Ollie	1999	70,254	587	936
Diskin, P. A.	1973	63,655	668	877
Dondero, Harvey	1976	58,404	672	750
Dooley, John A.	1989	49,863	540	546
Earl, Ira	1965	61,922	683	1,019
Earl, Marion	1987	67,352	651	770
Edwards, Elbert	1976	64,362	628	871
Eisenberg, Dorothy	1990	58,926	672	680
Elizondo, Jr., Raul P.	1998	64,878	632	891
Ferron, William	1970	63,049	707	738
Fitzgerald, H. P.	1993	59,840	547	531
Fong, Lilly & Wing	1991	62,493	648	820
French, Doris	1976	53,910	662	599
Frias, Charles & Phyllis	2003	66,888	773	871

CLARK COUNTY SCHOOL DISTRICT
SCHOOL BUILDINGS
AS OF JUNE 30, 2006

TABLE 20 (continued)

School	Year Opened ^a	Square Footage ^a	Capacity ^a	Enrollment ^b
Fyfe, Ruth	1963	43,871	520	627
Galloway, Fay	1978	59,878	712	773
Garehime, Edith	1998	60,046	647	726
Gehring, Roger D.	2002	62,500	759	833
Gibson, James	1990	58,912	606	676
Gilbert, C. V. T.	1965	62,627	461	429
Givens, Linda Rankin	2004	79,020	773	610
Goldfarb, Daniel	1997	62,270	647	788
Goodsprings	1916	3,039	32	9
Goolsby, Judy & John L.	2004	62,568	759	588
Goynes, Theron & Naomi	2005	71,208	773	872
Gragson, Oran	1978	72,954	713	1,019
Gray, R. Guild	1979	54,884	641	587
Griffith, E. W.	1962	50,291	532	463
Guy, Addelmar D., III	1996	61,486	647	818
Hancock, Doris	1964	52,252	712	540
Harmon, Harley	1972	66,112	683	865
Harris, George	1973	67,199	707	684
Hayes, Keith C. & Karen W.	1999	60,046	661	756
Heard, Lomie G.	1948	70,302	908	712
Heckethorn, Howard E.	2001	62,500	746	1,195
Herr, Helen	1991	60,054	697	703
Herron, Fay	1963	71,183	958	909
Hewetson, Halle	1959	68,309	769	949
Hickey, Liliann Lujan	2005	66,820	728	763
Hill, Charlotte	1990	52,681	718	681
Hinman, Edna F.	1987	53,911	612	503
Hoggard, Mabel	1952	52,790	404	419
Hollingsworth, Howard	2003	83,290	698	964
Hummel, John R.	2004	65,576	738	761
Indian Springs	1980	12,343	158	121
Iverson, Mervin	2002	69,044	759	974
Jacobson, Walter	1990	55,715	687	666
Jeffers, Jay	2005	63,284	737	777
Jydstrup, Helen	1991	58,907	692	741
Kahre, Marc	1991	57,357	697	640
Katz, Edythe & Lloyd	1991	55,377	631	721
Kelly, Matt	1960	51,879	383	353
Kesterson, Lorna J.	1999	60,046	632	717
Kim, Frank	1988	58,741	697	646
King, Martha	1991	52,470	560	496
King, Martin L., Jr.	1988	51,175	440	426
Lake, Robert E.	1962	75,333	672	1,033
Lamping, Frank	1997	71,566	586	1,063
Lincoln	1955	67,435	722	863
Long, Walter	1977	63,686	603	829
Lowman, Mary & Zel	1993	64,412	579	747
Lummis, William	1993	60,508	671	623
Lundy	1965	10,672	62	18
Lunt, Robert	1990	64,067	561	656
Lynch, Ann	1990	72,887	688	942
Mack, Nate	1979	55,993	707	642
Mackey, Jo	1964	50,214	509	482
Manch, J. E.	1962	52,932	747	647
Martinez, Reynaldo	2000	63,710	546	756
May, Ernest	1991	58,269	692	769
McCall, Quannah	1961	51,391	425	426
McCaw, Gordon	1954	60,558	758	669
McDoniel, Estes M.	1987	50,294	520	602
McMillan, James	1990	60,463	717	762
McWilliams, J. T.	1961	63,898	662	757
Mendoza, John	1990	59,143	692	831

CLARK COUNTY SCHOOL DISTRICT
SCHOOL BUILDINGS
AS OF JUNE 30, 2006

TABLE 20 (continued)

School	Year Opened ^a	Square Footage ^a	Capacity ^a	Enrollment ^b
Miller, Sandy	2003	62,568	563	590
Mitchell, Andrew	1970	54,146	755	419
Moore, William K.	2000	66,718	586	864
Morrow, Sue	1997	61,998	647	857
Mountain View	1954	55,918	682	621
Neal, Joseph M.	1999	63,054	610	733
Newton, Ullis	1992	58,800	671	748
Ober, Hal & D'Vorre	2000	60,046	647	737
Paradise ²	1952	61,486	521	470
Park, John S.	1948	67,896	779	863
Parson	1989	56,414	697	622
Perkins, Ute	1989	40,694	326	205
Petersen, Dean	2003	69,112	718	937
Piggott, Clarence	1993	55,448	632	565
Pittman, Vail	1966	61,786	648	658
Priest, Richard	2003	69,896	728	841
Red Rock	1955	50,503	803	643
Reed, Doris M.	1987	66,254	658	786
Reid, Harry	1992	2,330	62	28
Rhodes, Betsy A.	1996	65,278	647	816
Ries, Aldeane	2005	65,448	746	914
Roberts, Aggie	1996	61,342	632	867
Rogers, Lucille S.	2001	62,500	759	734
Ronnow, C. C.	1965	61,836	733	1,021
Ronzzone, Bertha	1965	66,686	668	928
Rowe, Lewis E.	1964	56,410	688	838
Rundle, Richard	1991	72,800	749	972
Sandy Valley	1982	45,244	417	158
Scherkenbach, Wm & Mary	2004	69,768	773	901
Sewell, Chester	1958	55,776	759	643
Simmons, Eva G.	2004	65,448	746	772
Smith, Hal	2000	62,926	536	810
Smith, Helen M.	1975	54,419	606	580
Snyder, William E.	2001	69,828	688	901
Squires, C. P.	1958	69,757	672	916
Stanford	1987	60,321	696	675
Staton, Ehtel W.	2000	68,388	773	825
Sunrise Acres ³	1952	68,260	680	814
Tanaka, Wayne N.	2004	68,260	759	1,033
Tarr, Sheila R.	2000	62,500	746	617
Tartan, John	2005	76,900	749	1,270
Tate, Myrtle	1971	65,618	642	775
Taylor, Glen	2003	64,008	773	796
Taylor, Robert	1954	56,158	622	559
Thiriot, Joseph	2005	75,226	652	484
Thomas, Ruby	1963	68,574	754	766
Thorpe, Jim	1992	58,328	610	764
Tobler, R. E.	1982	59,055	682	613
Tomiyasu, Bill	1974	57,754	592	645
Treem, Harriet	1990	54,519	551	693
Twin Lakes	1954	62,704	503	537
Twitchell, Neil C.	2001	65,380	759	847
Ullom, J. M.	1962	59,795	729	749
Vanderburg, John	1997	61,342	647	756
Vegas Verdes	1959	61,358	638	756
Virgin Valley ⁴	1980	66,519	708	679
Walker, J. Marlan	2002	82,004	729	1,180
Ward, Gene	1971	65,926	657	721
Warren, Rose	1961	56,275	693	671
Wasden, Howard	1955	57,178	722	654
Watson, Fredric W.	2001	63,940	728	1,022

CLARK COUNTY SCHOOL DISTRICT
SCHOOL BUILDINGS
AS OF JUNE 30, 2006

TABLE 20 (continued)

School	Year Opened ^a	Square Footage ^a	Capacity ^a	Enrollment ^b
Wengert, Cyril	1971	65,082	668	775
Whitney	1991	59,825	546	677
Wiener, Louis Jr.	1993	56,517	660	677
Wilhelm, Elizabeth	1996	69,470	632	1,017
Williams, Tom	1957	49,873	707	908
Williams, Wendell P. ⁵	1953	69,216	515	432
Wolfe, Eva	1996	60,942	647	766
Wolff, Elise L.	2000	68,260	759	1,032
Woolley, Gwendolyn	1990	58,839	541	829
Wynn, Elaine	1990	65,734	618	872
TOTAL ELEMENTARY SCHOOLS		11,681,924	124,221	140,956
<u>Middle Schools</u>				
Bailey, Dr. William	2005	150,009	1,551	1,474
Becker, Ernest	1993	141,531	1,601	1,421
Bridger, Jim	1959	119,146	1,436	1,426
Brinley, J. Harold	1966	122,972	1,131	1,183
Brown, B. Mahlon	1982	120,061	1,099	1,073
Burkholder, Lyal	1952	117,996	N/A	-
Cadwallader, Ralph	2003	152,889	1,599	1,632
Canarelli, Lawrence & Heidi	2003	152,889	1,586	2,095
Cannon, Helen	1976	111,406	1,106	1,051
Cashman, James	1965	124,704	1,066	1,112
Cortney, Francis H.	1997	150,009	1,584	1,434
Cram, Brian & Teri	2001	150,009	1,584	1,636
Fertitta, Victoria	2002	148,569	1,631	1,697
Findlay, Clifford O.	2004	148,569	1,554	1,983
Fremont, John C.	1955	107,288	1,261	1,162
Garrett, Elton & Madeline	1978	75,918	696	570
Garside, Frank	1962	118,847	1,349	1,443
Gibson, Robert O.	1962	107,817	1,131	1,219
Greenspun	1991	145,354	1,539	1,551
Guinn, Kenny C.	1978	112,062	1,054	988
Harney, Kathy & Tim	2002	151,449	1,601	1,628
Hughes, Charles	2003	108,687	920	581
Hyde Park	1956	121,685	1,464	1,644
Indian Springs	1980	N/A	N/A	74
Johnson, Walter	1991	144,570	1,534	1,386
Keller, Duane D.	1996	149,353	1,584	1,574
Knudson, K. O.	1961	123,976	1,331	1,298
Lawrence, Clifford J.	1998	148,569	1,599	1,576
Leavitt, Myron	2001	154,329	1,599	1,772
Lied	1996	148,569	1,599	1,356
Lyon, Mack	1950	115,201	920	472
Mack	2005	148,569	1,584	1,547
Mannion, Jack & Terry	2004	160,873	1,569	1,929
Martin, Roy	1958	109,835	1,414	1,176
Miller, Robert	2000	150,009	1,614	1,584
Molasky, Irwin A.	1997	148,569	1,584	1,606
Monaco, Mario & JoAnne	2001	150,905	1,504	1,469
O'Callaghan, Mike	1991	144,570	1,484	1,340
Orr, William E.	1965	130,376	1,326	1,104
Robison, Dell	1973	131,435	1,356	1,251
Rogich, Sig	2000	148,569	1,631	1,561
Sandy Valley	1982	N/A	N/A	87
Saville, Anthony	2004	148,569	1,649	1,334
Sawyer, Grant	1993	140,264	1,531	1,515
Schofield, Jack Lund	2001	148,569	1,601	1,524
Sedway, Marvin M.	2001	149,353	1,584	1,493
Silvestri, Charles A.	1997	148,569	1,616	1,521
Smith, J. D.	1952	108,254	1,124	1,108

CLARK COUNTY SCHOOL DISTRICT
SCHOOL BUILDINGS
AS OF JUNE 30, 2006

TABLE 20 (continued)

School	Year Opened ^a	Square Footage ^a	Capacity ^a	Enrollment ^b
Swainston, Theron	1992	148,010	1,584	1,430
Von Tobel, Ed	1965	135,452	1,344	1,291
Webb, Del E.	2005	148,569	1,629	1,140
West, Charles I.	1996	148,569	1,656	865
White, Thurman	1992	147,770	1,501	1,586
Woodbury, C. W.	1972	115,666	1,021	1,031
TOTAL MIDDLE SCHOOLS		7,055,757	72,606	70,003
Senior High Schools				
A.T.A.	1994	176,749	1,010	1,022
Arbor View	2005	333,160	2,709	1,470
ATTC (Vocational)	1981	70,453	N/A	20
Basic	1971	279,809	2,539	2,340
Bonanza	1974	266,604	2,447	2,330
Boulder City	1948	156,203	955	762
Canyon Springs	2004	274,700	2,569	2,421
Centennial	1999	279,020	2,596	2,769
Chaparral	1971	291,659	2,661	2,256
Cheyenne	1991	293,219	2,484	2,599
Cimarron-Memorial	1991	300,275	2,516	2,972
Clark, Ed	1964	357,229	2,644	2,561
Community College--East	-	2,880	N/A	98
Community College--South	-	1,440	N/A	127
Community College--West	-	2,880	N/A	188
Coronado	2001	274,700	2,659	2,570
Del Sol	2004	274,700	2,626	2,169
Desert Pines	1999	291,708	2,469	3,160
Durango	1993	291,779	2,759	2,243
Eldorado	1972	308,132	2,489	3,194
Foothill	1998	271,171	2,309	2,257
Green Valley	1991	291,779	2,959	2,781
Indian Springs	1952	60,109	644	113
Las Vegas	1993	283,949	1,543	1,455
Las Vegas Academy	1930	303,811	2,599	3,311
Laughlin MS/HS	1991	140,502	1,269	432
Liberty	2003	274,700	2,689	1,662
Moapa Valley	1993	148,772	1,262	642
Mojave	1996	274,700	2,454	3,195
Palo Verde	1996	279,020	2,929	3,075
Rancho	1954	399,658	2,646	3,154
Shadow Ridge	2003	274,700	2,674	2,034
Sierra Vista	2001	283,340	2,644	2,893
Silverado	1994	273,920	2,561	2,684
SNVTC (Vocational)	1965	196,994	1,708	1,763
Spring Valley	2004	274,700	2,674	2,381
Valley	1964	367,307	2,526	3,029
Virgin Valley	1991	140,502	1,287	602
Virtual HS	-	N/A	N/A	140
Western	1960	369,619	2,397	2,357
TOTAL SENIOR HIGH SCHOOLS		9,436,552	79,909	77,231
Special Schools				
Desert Willows Elementary/Secondary	-	N/A	N/A	16
Early Childhood	-	N/A	N/A	135
Miley Achievement Elementary/Secondary	-	N/A	N/A	58
Miller, John F.	1959	40,691	192	118
Stewart, Helen J.	1972	55,910	168	150
Summit	-	N/A	N/A	10
Variety	1952	62,731	216	139
TOTAL SPECIAL SCHOOLS		159,332	576	626

CLARK COUNTY SCHOOL DISTRICT
SCHOOL BUILDINGS
AS OF JUNE 30, 2006

TABLE 20

School	Year Opened ^a	Square Footage ^a	Capacity ^a	Enrollment ^b
Alternative Schools/Programs				
Academy for Individualized Studies	-	N/A	N/A	590
Biltmore Continuation School	1942	14,156	N/A	112
Burk Credit Retrieval	2003	29,500	360	321
Clark County Detention	-	N/A	N/A	38
Child Haven	-	N/A	N/A	225
Cowan Behavioral Program	1999	32,500	375	191
Global Community High	-	N/A	N/A	145
Desert Rose Adult HS	1962	32,755	N/A	-
Jeffrey Behavioral Program	1999	39,700	375	227
Morris Behavioral Program	1993	43,364	360	377
Peterson Behavioral Program	2000	37,604	400	79
South Continuation Program	-	10,360	N/A	111
SW Behavior JR/SR	1993	10,288	N/A	55
Spring Mountain	-	N/A	N/A	100
Summit View Youth Correction	2004	N/A	N/A	59
Washington Continuation School	1932	21,508	N/A	64
TOTAL ALT SCHOOLS/PROGRAMS		271,735	1,870	2,694
SCHOOL DISTRICT TOTAL		28,605,300	279,181	291,510

Source: ^aZoning and Demographics, CCSD

^bStudent Data Services, CCSD

^{1/} Replaced with a new building in 2002.

^{2/} Replaced with a new site and building on the UNLV campus in 1998.

^{3/} Replaced with a new site and building in 2001.

^{4/} Replaced with a new building in 2003.

^{5/} Replaced Madison in 2002.

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COMPLIANCE AND CONTROLS

COMPREHENSIVE
ANNUAL
FINANCIAL REPORT



KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees of the
Clark County School District,
Clark County, Nevada

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Clark County School District, Clark County, Nevada (the "District") as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements and have issued our report thereon dated October 6, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the District, in a separate letter dated October 6, 2006.

This report is intended solely for the information and use of management and others within the District, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kafoury, Armstrong & Co.

Las Vegas, Nevada
October 6, 2006



KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH
OMB CIRCULAR A-133**

To the Board of Trustees of the
Clark County School District
Clark County, Nevada

Compliance

We have audited the compliance of Clark County School District, Clark County, Nevada (the "District") with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2006. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of management and others within the District, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Kafoory, Armstrong & Co.

Las Vegas, Nevada
October 6, 2006

CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(PAGE 1 OF 5)

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program Expenditures
U.S. DEPARTMENT OF EDUCATION			
<i>DIRECT PROGRAMS:</i>			
FIE - Health Occupations	84.215		\$ 73,554
FIE - Middle School Literacy	84.215		77,767
FIE - Earmark Grant	84.215		304,180
FIE - Desert Sunrise	84.215		131,869
FIE- Intensive Math & Reading Intervention	84.215		13,012
FIE - Living American Freedom, Living American History	84.215		242,933
FIE - Smaller Learning Communities	84.215		736,848
FIE -Curriculum Development of Maricachi Music	84.215		17,193
FIE - Alternative Drop Out Prevention Program	84.215		50,174
FIE - Reading Road to Graduation Desert Rose HS	84.215		95,570
AVID - Advanced Via Individual Determination	84.215		164,780
Total			<u>1,907,879</u>
Indian Education: Formula Grants to Local Schools	84.060		142,910
Magnet Schools Assistance	84.165		1,313,880
Safe Schools/Healthy Students	84.184		1,613,830
Transition to Teaching	84.350		305,655
Early Reading First	84.359		<u>539,439</u>
Total Direct Programs			<u>5,823,593</u>
<i>PASS THROUGH PROGRAMS FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
Special Education Cluster			
Educate the Handicapped: Case Load	84.027	06-2715-72	1,651,350
Educate the Handicapped	84.027	06-2715-03	37,667,887
Summer Workshop 2004	84.027	06-2715-28	2,429
Total			<u>39,321,665</u>
Educate the Handicapped Child: Preschool	84.173	06-2715-43	<u>970,452</u>
Total			<u>970,452</u>
Project Improve	84.323	06-2715-96	65,293
Project Improve	84.323	06-2715-98	140,726
Total			<u>206,019</u>
Total Special Education Cluster			<u>40,498,136</u>

CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(PAGE 2 OF 5)

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program Expenditures
Title I: Disadvantaged	84.010	2006-271208	53,562,550
Title I: School Improvement	84.010	06-2712-88-CE	9,232
Title I: School Improvement	84.010	06-2712-02	39,410
Title I: School Improvement	84.010	2006-2712-91	44,890
Title I: School Improvement	84.010	2006-2712-136	11,819
Title I: School Improvement	84.010	2006-2712-140	13,854
Title I: School Improvement	84.010	2006-2712-139	77,315
Title I: School Improvement	84.010	2006-2712-112	18,970
Title I: School Improvement	84.010	2006-2712-113	44,297
Title I: School Improvement	84.010	2006-2712-114	26,065
Title I: School Improvement	84.010	2006-2712-115	42,185
Title I: School Improvement	84.010	2006-2712-116	45,028
Title I: School Improvement	84.010	2006-2712-117	22,908
Title I: School Improvement	84.010	2006-2712-118	30,460
Title I: School Improvement	84.010	2006-2712-119	43,165
Title I: School Improvement	84.010	2006-2712-120	34,496
Title I: School Improvement	84.010	2006-2712-121	57,218
Title I: School Improvement	84.010	2006-2712-122	10,897
Title I: School Improvement	84.010	2006-2712-123	58,891
Title I: School Improvement	84.010	2006-2712-124	6,941
Title I: School Improvement	84.010	2006-2712-128	35,824
Title I: School Improvement	84.010	2006-2712-129	73,187
Title I: School Improvement	84.010	2006-2712-130	39,573
Title I: School Improvement	84.010	2006-2712-131	33,590
Title I: School Improvement	84.010	2006-2712-132	5,948
Title I: School Improvement	84.010	2006-2712-133	41,836
Title I: School Improvement	84.010	2006-2712-134	79,705
Title I: School Improvement	84.010	2006-2712-135	49,418
Title I: School Improvement	84.010	2006-2712-137	44,952
Title I: School Improvement	84.010	2006-2712-138	48,509
Title I: School Improvement	84.010	2005-2712-163	21,539
Title I: School Improvement	84.010	2005-2712-165	20,039
Title I: School Improvement	84.010	2005-2712-164	11,579
Title I: School Improvement	84.010	2006-2712-200	247,000
Total			54,953,289
Vocational Education: Administration	84.048	06-2676-03	3,241,075
Vocational Education: Tech	84.048	8S05RB00295	85,945
Total			3,327,020
21st Century Community Learning Centers	84.287	06-2709-133	119,255
21st Century Community Learning Centers	84.287	06-2709-132	132,858
21st Century Community Learning Centers	84.287	06-2709-134	90,654
21st Century Community Learning Centers	84.287	06-2709-135	80,438
21st Century Community Learning Centers	84.287	06-2709-136	68,016
21st Century Community Learning Centers	84.287	06-2709-145	114,767
21st Century Community Learning Centers	84.287	06-2709-146	91,454
21st Century Community Learning Centers	84.287	06-2709-147	101,529
21st Century Community Learning Centers	84.287	06-2709-148	67,899

CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(PAGE 3 OF 5)

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program Expenditures
21st Century Community Learning Centers	84.287	06-2709-149	95,306
21st Century Community Learning Centers	84.287	06-2709-155	99,590
21st Century Community Learning Centers	84.287	06-2709-156	80,720
21st Century Community Learning Centers	84.287	06-2709-159	87,376
21st Century Community Learning Centers	84.287	06-2709-158	120,541
21st Century Community Learning Centers	84.287	06-2709-157	105,881
21st Century Community Learning Centers	84.287	06-2709-172	386
21st Century Community Learning Centers	84.287	06-2709-80	31,116
21st Century Community Learning Centers	84.287	06-2709-81	34,198
Total			<u>1,521,983</u>
Education Technology State Grants	84.318	06-2713-87	44,811
Education Technology State Grants	84.318	06-2713-63	1,164,760
Education Technology State Grants	84.318	06-2713-82	174,022
Total			<u>1,383,593</u>
Advanced Placment Fee	84.330	2006-2709-09	34,568
Advanced Placemnet Incentive Title I Part G	84.330	2006-2709-38	22,367
Total			<u>56,936</u>
Comprehensive School Reform Demonstration	84.332	06-2712-71	2,101
Comprehensive School Reform Demonstration	84.332	06-2712-97	60,293
Comprehensive School Reform Demonstration	84.332	06-2712-99	43,205
Comprehensive School Reform Demonstration	84.332	06-2712-98	53,739
Comprehensive School Reform Demonstration	84.332	06-2712-86	27,703
Comprehensive School Reform Demonstration	84.332	2006-2712-160	11,632
Comprehensive School Reform Demonstration	84.332	2006-2712-194	7,768
Comprehensive School Reform Demonstration	84.332	2006-2712-163	39,497
Comprehensive School Reform Demonstration	84.332	2006-2712-164	2,386
Comprehensive School Reform Demonstration	84.332	2006-2712-161	26,123
Total			<u>274,447</u>
Reading Excellence	84.357	06-2712-56	4,444,029
Reading Excellence	84.357	05-2712-55	11,023
Total			<u>4,455,051</u>
Title III - English Language Acquisition	84.365	06-2709-25	6,222,639
Total			<u>6,222,639</u>
Improving Teacher Quality - Teacher Quality	84.367	2006-271350	8,174,375
Improving Teacher Quality - Focus of Mathematics Understanding	84.367	06-47CP-00	23,838
Improving Teacher Quality - Innovative Programs	84.367	06-2713-03	873,887
Total			<u>9,072,100</u>
Math/Science Partnerships	84.366	06-2713-130	485,664
Title I: Migrant Education	84.011	2005-2712-24	1,595
Title I: Part D Neglected & Deliquent Children	84.013	2005-2712-107	457,694
Safe and Drug-Free Schools and Communities	84.186	05-2605-06	1,216,393

CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(PAGE 4 OF 5)

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program Expenditures
Education for Homeless Children and Youth	84.196	2005-270945	124,524
Hurricane Relief	84.938	06-270679002	381,933
Gear Up Program	84.334	05-2678-06	630,938
Total Pass-through			125,063,936
Total U.S. Department of Education			130,887,530
U.S. DEPARTMENT OF AGRICULTURE			
<i>PASS THROUGH PROGRAMS FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
Child Nutrition Cluster			
Federal School Breakfast	10.553		\$ 8,178,520
Federal School Lunch	10.555		35,241,862
Total Child Nutrition Cluster			43,420,382
Food Distribution Program	10.550		3,075,003
Total U.S. Department of Agriculture			46,495,385
U.S. DEPARTMENT OF THE INTERIOR			
<i>PASS THROUGH PROGRAM FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
Indian Education Assistance - J.O'Malley Supplement	15.130	99-2715-03	34,428
U.S. DEPARTMENT OF JUSTICE			
<i>DIRECT PROGRAM:</i>			
COPS In School	16.710		818,770
U.S. DEPARTMENT OF LABOR			
<i>PASS THROUGH PROGRAM FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
WIA Incentive Grant PY 2003 Performance	17.267	06-2676-03	63,840
U.S. DEPARTMENT OF HOMELAND SECURITY			
Assistance to Fire Fighters	97.044	EMW-2004-FP-01461	1,274
NATIONAL SCIENCE FOUNDATION			
<i>DIRECT PROGRAM:</i>			
Mathematics and Science Enhancement I	47.076	ESI-9911904	304,454
Mathematics and Science Enhancement I	47.076	03-31249	3,531
Mathematics and Science Enhancement I	47.076	SA4033-10048	25,144
Assessing Science Knowledge	47.076	ESI-0242510	10,956
Total National Science Foundation			344,085
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>PASS THROUGH PROGRAM FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			

CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(PAGE 5 OF 5)

<u>Federal Grantor / Pass-Through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>Agency or Pass-through Number</u>	<u>Program Expenditures</u>
Science and Health	93.938	04-2611-03	12,741
Refugee School Impact Aid Grant	93.576	2005-2709001	138,837
Total			<u>151,578</u>
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE			
<i>PASS THROUGH PROGRAM FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
Learn and Serve America	94.004	05-2706-03	<u>4,160</u>
Total Federal Financial Assistance			<u><u>\$ 178,801,049</u></u>

**CLARK COUNTY SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

(1) Reporting Entity

The accompanying schedule of expenditures of federal awards presents the expenditure activity of all federal awards programs of the Clark County School District (the "District") for the year ended June 30, 2006. The District's reporting entity is defined in Note 1 to its basic financial statements. All expenditures of federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the schedule.

(2) Basis of Accounting

The accompanying schedule of expenditures of federal awards is prepared on the modified accrual basis of accounting. The amounts shown as expenditures of the Food Distribution Program represent the fair value of commodity food received by the District.

(3) Relationship to Basic Financial Statements

Expenditures of federal awards have been included in the individual funds of the District as follows:

Special Revenue Fund - Federal Projects	\$ 132,305,664
Enterprise Fund - Food Service	<u>46,495,385</u>
Total	<u>\$ 178,801,049</u>

(4) Transfers

In accordance with the grant agreement, the District transferred \$873,887 of funds awarded under the Improving Teacher Quality grant - CFDA #84.367 to Innovation Education Program Strategies – CFDA #84.298. These expenditures have been reported under CFDA #84.367 in the Schedule of Federal Award Expenditures.

**CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2006**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Reportable condition(s) identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Reportable condition(s) identified that are not considered to be material weakness(es)?	No
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	No
Identification of major programs:	

CFDA Number Name of Federal Program or Cluster

10.553/10.555	Child Nutrition Cluster
10.550	Food Distribution Program
84.367	Improving Teacher Quality Stat Grant
84.357	Reading First State Grant
84.184	Safe Schools/Healthy Student
84.938	Hurricane Education Recovery

Dollar threshold used to distinguish between type A and type B programs:	\$ 3,000,000
Auditee qualified as low-risk auditee?	Yes

**CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2006**

Section II - Financial Statement Findings

There were no findings.

Section III - Federal Award Findings and Questioned Cost

There were no findings or questioned costs.

**CLARK COUNTY SCHOOL DISTRICT
CURRENT STATUS OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2006**

There were no prior year findings.

**CLARK COUNTY SCHOOL DISTRICT
AUDITOR'S COMMENTS
JUNE 30, 2006**

CURRENT YEAR STATUTE COMPLIANCE

The Clark County School District conformed to all significant statutory constraints on its financial administration during the year.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

The District monitored all significant constraints during the year ended June 30, 2006.

PRIOR YEAR RECOMMENDATIONS

There were no recommendations made in the audit report for the year ended June 30, 2005.

CURRENT YEAR RECOMMENDATIONS

We did not note any financial weaknesses of a magnitude to justify inclusion within this report.

However, our audit did identify recommendations to improve procedures and accountability that have been included in our management letter dated October 6, 2006.

**CLARK COUNTY SCHOOL DISTRICT
NEVADA REVISED STATUTES
354.6113 AND 354.6115
JUNE 30, 2006**

NEVADA REVISED STATUTE 354.6113

Nevada Revised Statute 354.6113 requires that the audit report must include a statement by the auditor indicating whether the annual budget and audit report of the local government prepared pursuant to NRS 354.624 specifically identify the fund and:

- A. Indicate in detail the capital projects that have been constructed with money from the fund.

The Bond Fund (a Capital Projects Fund) was created by Clark County School District in accordance with Nevada Revised Statute 354.6113. At June 30, 2006, the Schedule of Revenues, Expenditures and Changes in Fund Balance for the Fund is included in the financial statements at Schedule A-8. This schedule reports the total expenditures during the year for capital projects. The Business Office of the Clark County School District maintains detailed records of each capital project constructed.

- B. Specify the amount of money, if any, that will be deposited in the fund for the next fiscal year.

The amount of money that is expected to be deposited into the fund via sale of bonds, transfers from other funds, and local sources of revenue has been incorporated in the District's 2006-07 budget.

- C. Specify any proposed capital projects that will be constructed with money from the fund during the next fiscal year.

The Board of School Trustees for the District has developed a Master Plan for addressing the District's construction needs. The proposed capital projects have been incorporated in the District's 2006-07 budget.

- D. Identify any planned accumulation of the money in the fund.

The planned accumulation and the planned uses thereof have been incorporated in the District's 2006-07 budget.

NEVADA REVISED STATUTE 354.6115

A fund was created in accordance with Nevada Revised Statute 354.6115, "Fund to stabilize operations of local government and mitigate effects of natural disaster". However, the fund is inactive and had no fund balance at any time during the year. In future periods, funds may be deposited and/or accumulated in the Fund for Budget Stabilization if in any year general fund revenues have exceeded appropriated expenditure levels and the ending fund balance is not less than 2 percent of total general fund revenues as required by District Regulation 3110.



KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT ACCOUNTANT'S REPORT

To the Board of Trustees of the
Clark County School District
Clark County, Nevada

We have reviewed the assertion provided by management in accordance with Nevada Revised Statute 354.624(5)(a):

- The identified funds are being used expressly for the purposes for which they were created.
- The funds are administered in accordance with accounting principles generally accepted in the United States of America.
- The reserved fund balances/net assets in the funds were reasonable and necessary to carry out the purposes of the funds at June 30, 2006 (based on the interpretation of reasonable and necessary provided by the Legislative Counsel Bureau).
- The sources of revenues, including transfers, available for the funds are as noted in the financial statements.
- The funds conform to significant statutory and regulatory constraints on its financial administration during the year ended June 30, 2006.
- The balance and net assets of the funds are as noted in the financial statements.

This assertion is the responsibility of the management of the Clark County School District.

Our review was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on the assertion. Accordingly, we do not express such an opinion.

Based on our review, nothing came to our attention that caused us to believe that the assertion provided by management referred to above is not fairly stated in all material respects.

Kafoury, Armstrong & Co.

Las Vegas, Nevada
October 6, 2006



BUSINESS AND FINANCE SERVICES DIVISION
ACCOUNTING DEPARTMENT